

McGladrey & Pullen

Certified Public Accountants

TOWN OF TRUMBULL, CONNECTICUT

FINANCIAL REPORT

For the Year Ended June 30, 2005

TOWN OF TRUMBULL, CONNECTICUT

BASIC FINANCIAL STATEMENTS

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INDEPENDENT AUDITOR'S REPORT

To the First Selectman and the
Members of the Finance Committee
Town of Trumbull, Connecticut

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Trumbull, Connecticut as of and for the year ended June 30, 2005, which collectively comprise the Town's basic financial statements, as listed in the table of contents. These financial statements are the responsibility of the Town's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in "Government Auditing Standards" issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Trumbull, Connecticut as of June 30, 2005, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary information for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with "Government Auditing Standards," we have also issued our report dated December 2, 2005 on our consideration of the Town of Trumbull, Connecticut's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with "Government Auditing Standards" and should be considered in assessing the results of our audit.

The management discussion and analysis on pages 3 through 11 is not a required part of the basic financial statements, but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The combining and individual nonmajor fund statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

McGladrey & Pullen, LLP

New Haven, Connecticut
December 2, 2005

TOWN OF TRUMBULL, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2005

The Town of Trumbull's (the "Town") Management's Discussion and Analysis is designed to (a) assist the reader in focusing on significant financial issues, (b) provide an overview of the Town's financial activity, (c) identify changes in the Town's financial position (its ability to address the next and subsequent year challenges), (d) identify any material deviations from the financial plan (the approved budget), and (e) identify individual fund issues or concerns. The Management's Discussion and Analysis (MD &A) is designed to focus on the current year's activities, resulting changes and currently known facts and the Town's financial statements (beginning on page 13).

Financial Highlights – Primary Government

- On a government-wide basis, the assets of the Town of Trumbull exceeded its liabilities resulting in total net assets at the close of the fiscal year of \$76.6 million. Total net assets for Governmental Activities at fiscal year-end were \$39.0 million and total net assets for Business-Type Activities were \$37.6 million.
- On a government-wide basis, during the year, the Town's net assets decreased by \$1 million. Net assets increased by \$1 million for Governmental Activities and decreased by \$2 million for Business-Type Activities.
- At the close of the year, the Town of Trumbull's governmental funds reported, on a current financial resources basis, combined ending fund balance of \$5.0 million, which is the same as in the prior fiscal year.
- At the end of the current fiscal year, the total fund balance for the general fund alone was \$11.0 million, an increase of \$1.7 million from the prior fiscal year. Of the total general fund balance as of June 30, 2005, \$7.1 million represents unreserved general fund fund balance and is available for spending at the government's discretion. Unreserved general fund fund balance at year-end represents 6.5% of total general fund expenditures of \$109.1 million.
- The Town of Trumbull's total debt increased by \$5.4 million or a 5.7% increase during the current fiscal year. The key factors in the increase were the issuance of \$20 million of General Obligation Bonds to fund the construction of a nine (9) hole golf course, renovations to Trumbull High School, the continuing development of sewer improvements and other various capital projects.

Overview of the Financial Statements

This discussion and analyses are intended to serve as an introduction to the Town of Trumbull's basic financial statements. The basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Town's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of the Town's assets and liabilities, with the difference between the two reported as net assets. Over time increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

The statement of activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities).

The governmental activities of the Town include general government, public safety, highways and streets, solid waste disposal, human services and culture and recreation activities

The Business-type activities of the Town include the Water Pollution Control Authority, Tashua Knolls Golf Course and the School Lunch Program. They are reported here as the Town charges a fee to customers to help cover all or most of the cost of operations.

The government-wide financial statements (statement of net assets and statement of activities) can be found on pages 13 and 14 of this report.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control and accountability over resources that have been segregated for specific activities or objectives. The Town of Trumbull, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Town of Trumbull has three kinds of funds:

Governmental funds. Governmental fund financial statements consist of a balance sheet and statement of revenues, expenditures, and change in fund balances and are prepared on an accounting basis that is significantly different from that used to prepare the government-wide financial statements.

In general, these financial statements have a short-term emphasis and, for the most part, measure and account for cash and other assets that can easily be converted to cash. For example, amounts reported on the balance sheet include items such as cash and receivables collectible within a very short period of time, but do not include capital assets such as land and buildings. Fund liabilities include amounts that are to be paid within a very short period after the end of the fiscal year. The difference between a fund's total assets and total liabilities is labeled as the fund balance, and generally indicates the amount that can be used to finance the next fiscal year's activities. Likewise, the operating statement for governmental funds reports

only those revenues and expenditures that were collected in cash or paid with cash, respectively, during the current period or very shortly after the end of the year.

For the most part, the balances and activities accounted for in governmental funds are also reported in the governmental activities columns of the government-wide financial statements; however, because different accounting bases are used to prepare fund financial statements and government-wide financial statements, there are often significant differences between the totals presented in these financial statements. For this reason, there is an analysis at the bottom of the balance that reconciles the total fund balance to the amount of net assets presented in the governmental activities column on the statement of net assets. Also, there is an analysis at the bottom of the statement of revenues, expenditure, and changes in fund balances that reconciles the total change in fund balances for all governmental funds to the change in net assets as reported in the governmental activities column in the statement of activities.

The basic governmental fund financial statements (balance sheet and statement of revenues, expenditures and changes in fund balance) can be found on pages 15-16 of this report.

Proprietary funds. Proprietary fund financial statements consist of a statement of net assets, statement of revenues, expenses, and changes in fund net assets and statement of cash flows, and are prepared on an accounting basis that is similar to the basis used to prepare the government-wide financial statements. For financial reporting purposes, proprietary funds are grouped into Enterprise Funds and Internal Service Funds.

The Town of Trumbull maintains three different types of proprietary funds. Enterprise funds are used to report the same functions present as business-type activities in the government-wide financial statement. The Town of Trumbull uses Enterprise funds to account for its Water Pollution Control Authority, the Tashua Knolls Golf Course and the School Lunch Program.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water Pollution Control Authority, the Tashua Knolls Golf Course and the School Lunch program.

The propriety fund financial statements can be found on pages 19-22 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to provide services to the Town's constituency. The Town has two pension trust funds. The basic fiduciary fund financial statements can be found on pages 23 and 24 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 25 through 62 of this report.

Government-Wide Financial Analysis

The Town's overall financial position and operations for the past year are summarized as follows based on the information included in the government-wide financial statements (see pages 13 and 14).

	June 30, 2005			June 30, 2004		
	Primary Government			Primary Government		
	Business-			Business-		
	Governmental	Type		Governmental	Type	
	Activities	Activities	Total	Activities	Activities	Total
Current and Other Assets	\$ 19,060	\$ 21,744	\$ 40,804	\$ 20,288	\$ 23,878	\$ 44,166
Capital Assets, net of depreciation	152,189	48,775	200,964	149,538	41,946	191,484
Total Assets	171,249	70,519	241,768	169,826	65,824	235,650
Current Liabilities	14,417	12,449	26,866	20,336	6,786	27,122
Noncurrent Liabilities Outstanding	117,820	20,511	138,331	111,239	19,785	131,024
Total Liabilities	132,237	32,960	165,197	131,575	26,571	158,146
Net Assets:						
Inv. In cap assets, net of related debt	80,782	18,059	98,841	75,788	16,575	92,363
Unrestricted Unreserved	(41,770)	19,500	(22,270)	(37,537)	22,678	(14,859)
Total Net Assets	\$ 39,012	\$ 37,559	\$ 76,571	\$ 38,251	\$ 39,253	\$ 77,504

By far the largest portion of the Town of Trumbull's net assets reflects its investment in capital assets (e.g. land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town of Trumbull's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

	June 30, 2005			June 30, 2004		
	Primary Government			Primary Government		
	Governmental	Business-type		Governmental	Business-type	
	Activities	Activities	Total	Activities	Activities	Total
Revenues:						
Program Revenues:						
Charge for Services	\$ 6,288	\$ 7,093	\$ 13,381	\$ 5,613	\$ 8,358	\$ 13,971
Operating Grants and Contributions	6,173	-	6,173	5,470	141	5,611
Capital Grants and Contributions	1,195	165	1,360	2,036	8,170	10,206
General Revenues:						
Property Taxes	97,195	-	97,195	93,265	-	93,265
Grants Not Restricted to Specific Programs	735	-	735	629	-	629
Other	1,913	909	2,822	555	596	1,151
Total revenues	113,499	8,167	121,666	107,568	17,265	124,833
Expenses:						
General Government	10,063	-	10,063	7,665	-	7,665
Public Safety	10,615	-	10,615	9,751	-	9,751
Health and Welfare	932	-	932	339	-	339
Public Works	8,131	-	8,131	8,469	-	8,469
Education	80,317	-	80,317	76,380	-	76,380
Debt Service	2,680	-	2,680	2,625	-	2,625
Other		9,861	9,861	5,830	7,921	13,751
Total Expenses	112,738	9,861	122,599	111,059	7,921	118,980
Change in Net Assets	761	(1,694)	(933)	(3,491)	9,344	5,853
Net Assets, beginning	38,251	39,253	77,504	41,742	29,909	71,651
Net Assets, ending	\$ 39,012	\$ 37,559	\$ 76,571	\$ 38,251	\$ 39,253	\$ 77,504

Trumbull's net assets decreased by \$1 million during the fiscal year, with net assets of Governmental Activities increasing by \$1 million and net assets of Business-Type Activities decreasing by \$2 million.

Key elements of this increase are as follows:

- The Town enjoyed overall positive results due to favorable grants reimbursements from the State of \$329,500, and \$335,000 of town clerk revenues relating to increased conveyance taxes.
- Investment income increased during 2005 by \$390,000.
- These factors more than offset the dramatic increases in liability, property, medical insurance, workers compensation accounts and education costs.
- The decrease in business-type activities was attributable to a transfer of debt to Tashua Knolls Golf Course construction projects.

Financial Analysis of the Government's Funds

As noted earlier, the Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the Town's governmental funds is to provide information on near-term inflows, outflows, and balance of spendable resources. Such information is useful in assessing the Town's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$5.0 million. Of this amount the Town has an undesignated unreserved fund balance of \$.1 million. The remainder of fund balance of \$4.9 million is reserved to indicate that it is not available for new spending because it has already been committed to liquidate contracts and purchase orders of the prior period.

General fund. At the end of the current fiscal year, unreserved fund balance of the general fund was \$7.1 million, while total fund balance reached \$11.0 million. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 6.5% of total general fund expenditures, while total fund balance represents 10.2% of that same amount.

The fund balance of the Town's general fund increased by \$1.7 million during the current fiscal year. The key factor in this increase is that the Town enjoyed favorable revenue collection results and negotiated a bond refinancing thereby reducing debt service costs.

Water Pollution Control Authority. The Water Pollution Control Authority (WPCA) had an unrestricted net assets balance at June 30, 2005 of \$18.1 million and net assets invested in capital assets, net of related debt of \$17 million. The decrease in net assets for the current year relates to no new sewer assessment project completed and billed in the current year.

Golf Course. The Tashua Knolls Golf Course had an unrestricted net assets balance at June 30, 2005 of \$1 million and net assets invested in capital assets, net of related debt of \$1.3 million. The increase in amount invested in capital assets for the current year relates to an addition on a nine (9) hole golf course.

GENERAL FUND BUDGETARY HIGHLIGHTS

As of the year-end, the General Fund (as presented on the Statement of Revenues, Expenditures, and Changes in Unreserved Fund Balances on page 15) reported a fund balance of \$11 million, which is 19% more than the beginning of the year \$9.2 million.

The difference between the original budget and the final amended budget for expenditures was \$1,033,487 and the major contributing factors can be summarized as follows:

- The Board of Education requested several supplemental appropriations totaling \$465,404. These supplemental appropriations were \$275,115 to offset the increase in costs for Special Education, \$41,231 for removal of asbestos at the Trumbull High School, \$114,058 for the Agriscience/Biotech Center; and \$35,000 for the Board of Education Special Audit.

- There was a supplemental appropriation for \$63,939 to cover shortfalls in various utility accounts throughout the Town due to unexpected cold weather and increase in oil prices.
- Snow removal was over budgeted amounts by \$243,000 due to an increased frequency of storms over the previous winter.
- Special Detail was over budget by \$107,452, which is offset by revenues collected from various contractors requiring services from our police officers in excess of \$311,925.
- Contingency was over budget by \$48,103 due to the fact that labor contracts settled for more than anticipated.

However, the original budget to actual expenditure variance was a decrease of \$294,000. The major reasons for the net variance are as follows:

- There was a surplus in the property and liability insurance in the amount of \$146,000 due to the fact that we have a fully insured plan and claims were down.
- There was a shortfall in the Board of Education budget of \$465,404 of which \$275,115 was for the increase in costs for Special Education, \$41,231 for asbestos removal at Trumbull High School, \$114,058 for the Agriscience/Biotech Center and \$35,000 for the Board of Education Special Audit..
- There was a surplus in the medical insurance of \$346,000 due to the change from a self insured plan to a fully insured plan on October 2004.
- There was a surplus in the debt service of \$158,069 due to the net savings in the refunding of the 1998 bonds.
- Special Detail had a shortfall of \$107,452, which is offset by revenues collected from various contractors requiring services from our police officers in excess of \$113,925.
- There was a shortfall of \$63,939 in various utility accounts throughout the Town due to unexpected cold weather and an increase in oil prices.
- Snow removal had a shortfall of \$243,000 due to an increased frequency of storms over the previous winter.
- Contingency had a shortfall of \$48,103 due to the fact that labor contracts settled for more than anticipated.

The difference between the original revenue budget and actual revenues resulted in a net surplus of \$1.0 million. This excludes the use of fund balance, which is the offset to supplemental appropriations requested for the fiscal year. The major reasons for the favorable variance are as follows:

- Property tax revenues were under budget by \$229,000. Although the Town budgeted a collection rate at 98% and the actual collection rate was approximately 98.9%, there were several large corporate refunds totaling \$235,233 due to tax appeals that impacted total collections.
- Grant reimbursements from the State of Connecticut had a favorable variance of \$329,500. These were attributed to an increase of \$125,000 in the Education Equalization Grant, \$22,000 in Non-Public Pupils and Non-Public Busing, Public Busing \$57,000, Alternative Fuel-Clean Air

\$74,000, COPS Grant \$16,000, Relief for Manufacturing & Equipment \$18,000 and Military/Local Assistance Grant \$13,000.

- The Town Clerk's department recorded a surplus of \$335,000. The significant reason was because of the continuation of mortgage refinancing and larger than expected conveyance taxes due to the low interest rates. In addition, the State of Connecticut allowed Town Clerks to collect an additional surcharge on conveyance tax.
- The Cell Tower Revenue recorded revenue of \$130,000 which was not anticipated at budget time.
- Interest Income recorded a surplus of \$390,000 due to more aggressive investing and better interest rates overall.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

As of year-end, the Town had \$200 million (net of accumulated depreciation) invested in a variety of capital assets, as reflected in the following schedule:

	June 30, 2005			June 30, 2004		
	Primary Government			Primary Government		
	Governmental Activities	Proprietary Activities	Total	Governmental Activities	Proprietary Activities	Total
Land	\$ 32,267	\$ 1,939	\$ 34,206	\$ 31,345	\$ 1,939	\$ 33,284
Land Improvements	3,982	357	4,339	3,762	395	4,157
Buildings and Improvements	83,709	637	84,346	85,896	620	86,516
Infrastructure	21,550	37,232	58,782	22,762	37,893	60,655
Machinery and Equipment	3,285	428	3,713	3,675	445	4,120
Vehicles	990	88	1,078	1,974	107	2,081
Construction in Progress	5,382	8,094	13,476	122	547	669
Total	\$ 151,165	\$ 48,775	\$ 199,940	\$ 149,536	\$ 41,946	\$ 191,482

Additional information on the Town's capital assets can be found on page 40 through 41 of this report.

Long-term Debt. At the end of the current fiscal year, the Town of Trumbull had total bonded debt outstanding of \$101,100,000. One hundred percent (100%) of this debt is backed by the full faith and credit of the Town government.

	June 30, 2005			June 30, 2004		
	Primary Government			Primary Government		
	Governmental Activities	Business- Type Activities	Total	Governmental Activities	Business- Type Activities	Total
General Obligation Bonds	\$ 63,589	\$ 20,511	\$ 84,100	\$ 70,319	\$ 21,371	\$ 91,690
Notes Payable	6,795	10,205	17,000	-	4,000	4,000
Total	\$ 70,384	\$ 30,716	\$ 101,100	\$ 70,319	\$ 25,371	\$ 95,690

The Town of Trumbull's total debt increased by \$5.4 million or 5.7% during the 2004-2005 fiscal year. The Town issued \$20 million in new bonds.

The Town of Trumbull maintains an Aa2 rating from Moody's Investors Service, AA by Standard and Poor's and Fitch Rating .

State statutes limit the amount of general obligation debt a governmental entity may issue to seven times its annual tax collections. The current debt limitation for the Town is \$694,609,405, which is significantly in excess of the Town's outstanding general obligation debt.

Additional information on the Town's long-term debt can be found on pages 45 through 51 of this report.

Relevant Current Economic Factors, Decisions, and Conditions

- The unemployment rate for the Town is currently 4.3 percent, which compares favorably to the State's average unemployment rate of 5.4 percent and the Bridgeport Labor Market of 5.1 percent.
- The Grand List growth has been less than 1% for each of the last three years.
- Inflationary trends in the region compare favorably to national indices.

All of these factors were considered in preparing the Town of Trumbull's annual budget.

Request for Information

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Lynn Heim, Director of Finance, 5866 Main Street, Trumbull, CT 06611.

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Basic Financial Statements

TOWN OF TRUMBULL, CONNECTICUT

STATEMENT OF NET ASSETS

June 30, 2005

	Primary Government		
	Governmental Activities	Business-Type Activities	Total *
Assets			
Cash and cash equivalents	\$ 5,539,758	\$ 644,158	\$ 6,183,916
Investments	9,686,313	-	9,686,313
Receivables:			
Property taxes, net of allowance for collection losses	1,198,992	-	1,198,992
Accounts receivable	668,154	-	668,154
User charges	-	270,907	270,907
Federal and state governments	469,688	107,922	577,610
Inventories	-	30,257	30,257
Internal balances	(6,398,889)	6,398,889	-
Deferred charges	655,752	118,391	774,143
Noncurrent assets:			
Special assessments	-	14,173,357	14,173,357
Intergovernmental receivable	7,240,544	-	7,240,544
Capital assets, not being depreciated	37,649,177	10,032,977	47,682,154
Capital assets, net of accumulated depreciation	114,539,630	38,742,057	153,281,687
Total assets	171,249,119	70,518,915	241,768,034
Liabilities			
Accounts payable	3,883,281	2,126,760	6,010,041
Accrued liabilities	3,189,756	117,361	3,307,117
Unearned revenues	548,980	-	548,980
Noncurrent liabilities:			
Bond anticipation notes	6,795,000	10,205,000	17,000,000
Due within one year	9,184,587	1,638,113	10,822,700
Due in more than one year	108,635,099	18,872,955	127,508,054
Total liabilities	132,236,703	32,960,189	165,196,892
Net Assets			
Investment in capital assets, net of related debt	80,781,637	18,058,967	98,840,604
Unrestricted	(41,769,221)	19,499,759	(22,269,462)
Total net assets	\$ 39,012,416	\$ 37,558,726	\$ 76,571,142

The notes to the financial statements are an integral part of this statement.

* After internal receivables and payables have been eliminated.

TOWN OF TRUMBULL, CONNECTICUT

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2005

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Revenue		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total
					Governmental Activities	Business-type Activities	
Primary government:							
Governmental activities:							
General government	\$ (5,458,069)	\$ 2,855,561	\$ 401,344	\$ 15,000	\$ (2,186,164)	\$ -	\$ (2,186,164)
Public safety	(10,615,443)	1,328,179	16,281	-	(9,270,983)	-	(9,270,983)
Public health	(266,152)	-	99,191	-	(166,961)	-	(166,961)
Libraries	(1,737,413)	-	-	-	(1,737,413)	-	(1,737,413)
Recreation and Parks	(2,867,970)	-	107,300	-	(2,760,670)	-	(2,760,670)
Education	(80,317,413)	1,793,604	5,548,520	1,179,635	(71,795,654)	-	(71,795,654)
Public works	(8,130,711)	299,131	-	-	(7,831,580)	-	(7,831,580)
Interest on long-term debt	(2,680,142)	-	-	-	(2,680,142)	-	(2,680,142)
Social Services	(665,515)	11,970	-	-	(653,545)	-	(653,545)
Total governmental activities	(112,738,828)	6,288,445	6,172,636	1,194,635	(99,083,112)	-	(99,083,112)
Business-type activities:							
Sewer Commission	(5,451,023)	3,733,468	-	165,000	-	(1,552,555)	(1,552,555)
Golf course	(1,461,352)	1,377,985	-	-	-	(83,367)	(83,367)
Other nonmajor funds	(1,812,293)	1,981,340	-	-	-	169,047	169,047
Total business-type activities	(8,724,668)	7,092,793	-	165,000	-	(1,466,875)	(1,466,875)
Total primary government	\$ (121,463,496)	\$ 13,381,238	\$ 6,172,636	\$ 1,359,635	(99,083,112)	(1,466,875)	(100,549,987)
General revenues:							
Property taxes					97,194,799	-	97,194,799
Grants and contributions not restricted to specific programs					734,598	-	734,598
Investment earnings					778,317	909,024	1,687,341
Transfer in (out)					1,136,537	(1,136,537)	-
Total general revenues					99,844,251	(227,513)	99,616,738
Change in net assets					761,139	(1,694,388)	(933,249)
Net assets - beginning					38,251,277	39,253,114	77,504,391
Net assets - ending					\$ 39,012,416	\$ 37,558,726	\$ 76,571,142

The notes to the financial statements are an integral part of this statement

TOWN OF TRUMBULL, CONNECTICUT

BALANCE SHEET - GOVERNMENTAL FUNDS

June 30, 2005

	General	Pre- Kindergarten School	Other Nonmajor Governmental Funds	Total Governmental Funds
Assets				
Cash and cash equivalents	\$ 4,978,801	\$ -	\$ 560,957	\$ 5,539,758
Investments	9,686,313	-	-	9,686,313
Receivables (net of allowances for collection losses):				
Property taxes	814,115	-	-	814,115
Accounts receivable	759,792	-	378,092	1,137,884
Due from other funds	34,906,631	1,432,925	9,663,397	46,002,953
Total assets	\$ 51,145,652	\$ 1,432,925	\$ 10,602,446	\$ 63,181,023
Liabilities				
Accounts payable and accrued liabilities	\$ 1,616,285	\$ 1,642,954	\$ 347,711	\$ 3,606,950
Due to other funds	37,777,090	5,045,653	10,747,500	53,570,243
Unearned revenues	759,151	-	271,180	1,030,331
Total liabilities	40,152,526	6,688,607	11,366,391	58,207,524
Fund balances (deficits)				
Reserved for:				
Encumbrances	3,196,580	-	1,084,550	4,281,130
Long-term advances	661,000	-	-	661,000
Unreserved, reported in:				
General Fund	7,135,546	-	-	7,135,546
Special revenue funds	-	-	553,449	553,449
Capital projects funds	-	(5,255,682)	(2,425,431)	(7,681,113)
Permanent fund	-	-	23,487	23,487
Total fund balances (deficits)	10,993,126	(5,255,682)	(763,945)	4,973,499
Total liabilities and fund balances (deficits)	\$ 51,145,652	\$ 1,432,925	\$ 10,602,446	

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	151,165,569
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred or not reported, in the fund.	7,625,419
Internal service fund	(91,361)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds	(124,660,710)

Net assets of governmental activities

\$ 39,012,416

The notes to the financial statements are an integral part of this statement.

TOWN OF TRUMBULL, CONNECTICUT

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS) -
GOVERNMENTAL FUNDS**

For the Year Ended June 30, 2005

	General	Pre- Kindergarten School	Other Nonmajor Governmental Funds	Total Governmental Funds
REVENUES				
Property taxes and assessments	\$ 96,550,912	\$ -	\$ -	\$ 96,550,912
Intergovernmental	5,493,282	475,295	3,223,619	9,192,196
State on-behalf payments	2,118,000	-	-	2,118,000
Charges for services	5,230,655	-	166,784	5,397,439
Investment income	780,384	-	527	780,911
Other	26,700	-	-	26,700
Total revenues	110,199,933	475,295	3,390,930	114,066,158
EXPENDITURES				
Current:				
Education	66,284,454	-	2,414,934	68,699,388
State on-behalf payments	2,118,000	-	-	2,118,000
General government	12,383,106	-	581,714	12,964,820
Public health	233,300	-	23,120	256,420
Libraries	1,274,652	-	35,109	1,309,761
Social services	552,719	-	-	552,719
Public safety	8,615,532	-	13,882	8,629,414
Public works	7,182,754	-	-	7,182,754
Parks and recreation	2,019,336	-	-	2,019,336
Debt service:				
Principal retirements	5,632,090	-	504,641	6,136,731
Interest and other charges	2,470,789	-	379,993	2,850,782
Bond issuance costs	134,036	-	-	134,036
Capital outlay	156,939	5,540,312	3,023,313	8,720,564
Total expenditures	109,057,707	5,540,312	6,976,706	121,574,725
Revenues over (under) expenditures	1,142,226	(5,065,017)	(3,585,776)	(7,508,567)
OTHER FINANCING SOURCES (USES)				
Transfers in	457,352	-	49,648	507,000
Transfers out	-	-	(68,463)	(68,463)
Proceeds from bond anticipation notes	-	-	6,795,000	6,795,000
Payment to escrow agents	(6,829,900)	-	-	(6,829,900)
Proceeds from issuance of refunding debt	6,448,750	-	-	6,448,750
Premium on refunding	515,186	-	-	515,186
Total other financing sources (uses)	591,388	-	6,776,185	7,367,573
Changes in fund balances	1,733,614	(5,065,017)	3,190,409	(140,994)
FUND BALANCES (DEFICITS), beginning	9,259,512	(190,665)	(3,954,354)	5,114,493
FUND BALANCES (DEFICITS), ending	\$ 10,993,126	\$ (5,255,682)	\$ (763,945)	\$ 4,973,499

The notes to the financial statements are an integral part of this statement.

TOWN OF TRUMBULL, CONNECTICUT

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2005

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances – total governmental funds	\$ (140,994)
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.	2,461,316
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(513,531)
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	32,269
Internal service fund	45,160
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	<u>(1,123,081)</u>
Change in net assets of governmental activities	<u>\$ 761,139</u>

The notes to the financial statements are an integral part of this statement.

TOWN OF TRUMBULL, CONNECTICUT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN UNRESERVED FUND BALANCE - BUDGETARY BASIS - BUDGET AND ACTUAL - GENERAL FUND For the Year Ended June 30, 2005

	Budgeted Amounts		Actual	Variance With
	Original	Final	Budgetary	Final Budget
			Basis	Positive (Negative)
REVENUES				
Property taxes	\$ 96,780,377	\$ 96,780,377	\$ 96,550,912	\$ (229,465)
Federal and State governments	5,178,221	5,178,221	5,493,282	315,061
Licenses and permits	4,895,759	4,895,759	5,257,356	361,597
Investment income	390,000	390,000	780,384	390,384
Other	507,000	507,000	457,351	(49,649)
Total revenues	107,751,357	107,751,357	108,539,285	787,928
EXPENDITURES				
Current:				
General government	13,404,714	13,110,075	12,429,670	680,405
Public works	6,892,037	7,205,102	7,036,583	168,519
Public health	233,603	233,803	232,990	813
Social services	550,660	564,414	556,700	7,714
Libraries	1,337,141	1,348,799	1,275,460	73,339
Recreation and Parks	1,938,294	1,999,016	1,973,351	25,665
Public safety	8,434,472	8,929,901	8,734,112	195,789
Education	66,699,488	67,132,786	67,115,423	17,363
Debt service	8,260,948	8,260,948	8,102,879	158,069
Total expenditures	107,751,357	108,784,844	107,457,168	1,327,676
Revenues over (under) expenditures	\$ -	\$ (1,033,487)	1,082,117	\$ 2,115,604
FUND BALANCE, beginning			6,714,429	
Less: Reserve for long-term advances			<u>661,000</u>	
UNRESERVED FUND BALANCE, ending			<u>\$ 7,135,546</u>	

The notes to the financial statements are an integral part of this statement.

TOWN OF TRUMBULL, CONNECTICUT

STATEMENT OF NET ASSETS - PROPRIETARY FUNDS

June 30, 2005

	Business-Type Activities - Enterprise Funds				Governmental Activities
	Major		NonMajor		Internal
	Sewer Commission	Golf Course	School Lunch	Total	Service Fund
ASSETS					
Current assets:					
Cash and cash equivalents	\$ -	\$ 53	\$ 644,105	\$ 644,158	\$ -
Receivables:					
Due from other funds	17,032,463	3,604,601	-	20,637,064	1,669,737
User charges, net	270,907	-	-	270,907	-
Intergovernmental	-	-	107,922	107,922	-
Deferred charges	112,036	6,355	-	118,391	-
Inventories		-	30,257	30,257	-
Total current assets	17,415,406	3,611,009	782,284	21,808,699	1,669,737
Noncurrent assets:					
Special assessments, net	14,173,357	-	-	14,173,357	-
Capital assets (net of accumulated depreciation)	44,176,927	4,598,107	-	48,775,034	1,023,238
Total noncurrent assets	58,350,284	4,598,107	-	62,948,391	1,023,238
Total assets	75,765,690	8,209,116	782,284	84,757,090	2,692,975
LIABILITIES					
Current liabilities:					
Accounts payable	2,016,921	35,718	74,121	2,126,760	-
Accrued benefits	53,053	64,308	-	117,361	1,706,691
Due to other funds	11,364,677	2,873,498	-	14,238,175	1,077,645
Bond anticipation notes payable	8,000,000	2,205,000	-	10,205,000	-
Notes payable	1,545,113	93,000	-	1,638,113	-
Total current liabilities	22,979,764	5,271,524	74,121	28,325,409	2,784,336
Noncurrent liabilities:					
Bonds payable	17,967,955	905,000	-	18,872,955	-
Total noncurrent liabilities	17,967,955	905,000	-	18,872,955	-
Total liabilities	40,947,719	6,176,524	74,121	47,198,364	2,784,336
NET ASSETS					
Invested in capital assets (net of related debt)	16,663,858	1,395,109	-	18,058,967	1,023,238
Unrestricted	18,154,113	637,483	708,163	19,499,759	(1,114,599)
Total net assets (deficits)	\$ 34,817,971	\$ 2,032,592	\$ 708,163	\$ 37,558,726	\$ (91,361)

The notes to the financial statements are an integral part of this statement.

TOWN OF TRUMBULL, CONNECTICUT

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS - PROPRIETARY FUNDS

For the Year Ended June 30, 2005

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Major		NonMajor	Internal Service Fund
	Sewer Commission	Golf Course	School Lunch	Total
OPERATING REVENUES				
User charges	\$ 3,453,473	\$ 1,377,985	\$ 1,822,899	\$ 6,654,357
Operating grants	-	-	158,441	158,441
Total operating revenues	<u>3,453,473</u>	<u>1,377,985</u>	<u>1,981,340</u>	<u>6,812,798</u>
OPERATING EXPENSES				
Operations and maintenance	3,773,098	1,232,443	1,812,293	6,817,834
Depreciation	835,338	81,311	-	916,649
Total operating expenses	<u>4,608,436</u>	<u>1,313,754</u>	<u>1,812,293</u>	<u>7,734,483</u>
Operating income (loss)	<u>(1,154,963)</u>	<u>64,231</u>	<u>169,047</u>	<u>(921,685)</u>
NONOPERATING REVENUES (EXPENSES)				
Special assessments	181,890	-	-	181,890
Interest expense	(744,482)	(54,598)	-	(799,080)
Interest income	909,024	-	-	909,024
Transfer of debt in	-	(791,000)	-	(791,000)
Transfers out	(382,000)	(125,000)	-	(507,000)
Transfers in	-	68,463	-	68,463
Total nonoperating revenues (expenses)	<u>(35,568)</u>	<u>(902,135)</u>	<u>-</u>	<u>(937,703)</u>
Income (loss) before capital contributions	<u>(1,190,531)</u>	<u>(837,904)</u>	<u>169,047</u>	<u>(1,859,388)</u>
Contributed capital	165,000	-	-	165,000
Change in net assets	<u>(1,025,531)</u>	<u>(837,904)</u>	<u>169,047</u>	<u>(1,694,388)</u>
NET ASSETS (DEFICITS), beginning	<u>35,843,502</u>	<u>2,870,496</u>	<u>539,116</u>	<u>39,253,114</u>
NET ASSETS (DEFICITS), ending	<u>\$ 34,817,971</u>	<u>\$ 2,032,592</u>	<u>\$ 708,163</u>	<u>\$ 37,558,726</u>

The notes to the financial statements are an integral part of this statement.

TOWN OF TRUMBULL, CONNECTICUT

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS For the Year Ended June 30, 2005

	Business-Type Activities - Enterprise Funds				Governmental Activities
	Major		NonMajor		Internal Service Fund
	Sewer Commission	Golf Course	School Lunch	Total	
Cash Flows From Operating Activities					
Receipts from customers and users	\$ 3,565,370	\$ 1,377,987	\$ 1,899,694	\$ 6,843,051	\$ 5,933,649
Payments to suppliers	(2,054,124)	(751,426)	(1,840,076)	(4,645,626)	-
Payments to employees	(239,103)	(492,395)	-	(731,498)	(5,316,402)
Net cash provided by operating activities	1,272,143	134,166	59,618	1,465,927	617,247
Cash Flows From Capital and Related Financing Activities					
Principal payments on debt	(5,405,268)	(93,000)	-	(5,498,268)	-
Special assessments	1,146,873	-	-	1,146,873	-
Interest income	909,024	-	-	909,024	-
Payment to escrow	(1,913,600)	-	-	(1,913,600)	-
Interest paid on debt	(744,482)	(54,598)	-	(799,080)	-
Proceeds on debt	9,926,250	2,205,000	-	12,131,250	-
Deferred charges	(112,036)	-	-	(112,036)	-
Purchase of property and equipment	(5,994,634)	(1,751,100)	-	(7,745,734)	(658,538)
Net cash (used in) provided by capital and related financing activities	(2,187,873)	306,302	-	(1,881,571)	(658,538)
Cash Flows From Noncapital Financing Activities					
Payments to (from) interfund	1,297,730	(383,878)	-	913,852	-
Advances from other funds	-	-	-	-	41,291
Transfer in (out)	(382,000)	(56,537)	-	(438,537)	-
Net cash provided by (used in) non-capital financing activities	915,730	(440,415)	-	475,315	41,291
Net increase in cash and cash equivalents	-	53	59,618	59,671	-
Cash and Cash Equivalents					
Beginning	-	-	584,487	584,487	-
Ending	<u>\$ -</u>	<u>\$ 53</u>	<u>\$ 644,105</u>	<u>\$ 644,158</u>	<u>\$ -</u>

The notes to the financial statements are an integral part of this statement.

TOWN OF TRUMBULL, CONNECTICUT

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS For the Year Ended June 30, 2005

	Business-Type Activities - Enterprise Funds				Governmental
	Major		NonMajor	Total	Activities
	Sewer Commission	Golf Course	School Lunch		Internal Service Fund
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities					
Operating income (loss)	\$ (1,154,963)	\$ 64,231	\$ 169,047	\$ (921,685)	\$ 45,160
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:					
Depreciation	835,338	81,311	-	916,649	468,778
Allowance	400,000	-	-	400,000	-
Changes in assets and liabilities:					
(Increase) decrease in receivable	111,898	-	(81,646)	30,252	-
Increase in inventories	-	-	(3,602)	(3,602)	-
Increase (decrease) in accounts payable and accrued expenses	1,079,870	(11,376)	(24,181)	1,044,313	103,309
Net cash provided by operating activities	<u><u>\$ 1,272,143</u></u>	<u><u>\$ 134,166</u></u>	<u><u>\$ 59,618</u></u>	<u><u>\$ 1,465,927</u></u>	<u><u>\$ 617,247</u></u>
Supplemental Disclosures of Non-Cash Capital and Related Financing Activities					
Transfer of debt	\$ -	\$ 791,000	\$ -	\$ 791,000	\$ -
Capital contributions	\$ 165,000	\$ -	\$ -	\$ 165,000	\$ -

The notes to the financial statements are an integral part of this statement.

TOWN OF TRUMBULL, CONNECTICUT**STATEMENT OF FIDUCIARY NET ASSETS - FIDUCIARY FUNDS****June 30, 2005**

	Pension Trust Funds	Agency Fund	Private Purpose Trust
ASSETS			
Cash and cash equivalents	\$ 206,487	\$ 4,929,047	\$ 761,495
Investments, at fair value	46,357,192	108,872	-
Other receivable	175,635	-	2,808
Due from other funds	-	-	1,948,173
Total assets	46,739,314	5,037,919	2,712,476
LIABILITIES			
Accounts payable	-	-	935,253
Due to other funds	-	-	1,371,414
Due to students	-	1,817,844	-
Due to others	-	3,220,075	-
	-	5,037,919	2,306,667
Net Assets Held in Trust	\$ 46,739,314	\$ -	\$ 405,809

The notes to the financial statements are an integral part of this statement.

TOWN OF TRUMBULL, CONNECTICUT

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS - FIDUCIARY FUNDS
For the Year Ended June 30, 2005

	Pension Trust Funds	Private Purpose Trust
Additions		
Contributions		
Employer	\$ 2,075,000	\$ -
Plan members	795,922	-
Total contributions	2,870,922	-
Investment Income		
Net appreciation in fair value of investments	1,164,085	-
Interest and dividends	1,109,687	15,853
Other income	-	1,026,178
	2,273,772	1,042,031
Less investment expenses:		
Investment management fees and other	274,299	-
Net investment and other income	1,999,473	1,042,031
Total additions	4,870,395	1,042,031
Deductions		
Benefits	3,737,003	983,170
Program expenses and other		40,716
Total deductions	3,737,003	1,023,886
Change in net assets	1,133,392	18,145
Net Assets		
Beginning of year	45,605,922	387,664
End of year	\$ 46,739,314	\$ 405,809

The notes to the financial statements are an integral part of this statement.

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS

June 30, 2005

Note 1. Summary of Significant Accounting Policies

Reporting entity

The Town of Trumbull, Connecticut (the "Town") was incorporated as a town in the early 1600s. The Town covers an area of 23.5 square miles, and is located in Fairfield County, approximately 60 miles from New York City and 60 miles from Hartford. The Town operates under a First Selectman, Town Council and Finance Committee form of government and provides a full range of services including public safety, roads, sanitation, health, social services, culture and recreation, education, planning, zoning, and general administrative services to its residents. The accompanying financial statements conform to accounting principles generally accepted in the United States of America as applicable to governments.

Accounting principles generally accepted in the United States of America require that the reporting entity include (1) the primary government, (2) organizations for which the primary government is financially accountable and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The criteria provided by the Codification, Section 2100 has been considered and as a result, there are no agencies or entities that should be, but are not, combined in the financial statements of the Town.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the non-fiduciary activities of the Town. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued

June 30, 2005

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. However, agency funds, unlike other fiduciary funds, report only assets and liabilities and do not have a measurement focus, and follow the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied for. Intergovernmental grants and entitlements and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred except for 1) debt service expenditures, 2) expenditures related to compensated absences, 3), and claims and judgments which are recorded only when payment is due (matured).

Property taxes when levied for, intergovernmental revenue when eligibility requirements are met, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual (measurable) and so have been recognized as revenues of the current fiscal period, if available. All other revenue items, permits, and fees are considered to be measurable and available only when cash is received by the Town.

The Town reports the following major governmental funds.

The *General Fund* is the Town's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *Pre-Kindergarten School (Capital Project Fund)* is used to account for resources used for the acquisition and construction of the Town's pre-kindergarten school.

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2005

The Town reports the following major proprietary funds:

Sewer Commission - The Commission accounts for the operations of the Town's wastewater treatment plant. It is independent in terms of its relationship to other Town functions. Its operations are financed from special assessments and direct charges to the users of the service.

Golf Course - This fund accounts for the operations of the Town's golf course, Tashua Knolls. It is independent in terms of its relationship to the Town functions. Its operations are financed from charges for customers.

Additionally, the Town reports the following fund types:

The *Pension Trust Funds* account for the activities of the Town's defined benefit plans, which accumulate resources for pension benefit payments to qualified employees.

The *Agency Funds* account for monies held as a custodian for outside groups and agencies.

The *Internal Service Funds* account for the acquisition and use of certain vehicles of departments of the Town, and the medical and workers compensation reserves.

The *Private-Purpose Trust Fund* accounts for assets held by the Town in a trustee capacity or as an agent on behalf of others.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the enterprise fund and the government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for enterprise funds, subject to this same limitation. The Town has elected not to follow subsequent private-sector guidance.

As a general rule, the effect of inter-fund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the enterprise funds and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued

June 30, 2005

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds are charges to customers for services. Operating expenses for the funds include the cost of operations and maintenance and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the Town's policy to use restricted resources first, then unrestricted resources as they are needed.

Accounting estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenses and expenditures during the reporting period. Actual results could differ from those estimates.

Property taxes

Property taxes are assessed as of October 1 and are levied on the following July 1. Personal property taxes and real estate taxes are due in four installments, on July 1 and the following October 1, January 1, and April 1. Motor vehicle taxes are due in two installments, on July 1 and January 1. Liens are filed by the end of the fiscal year in which the taxes are collectible.

Cash equivalents

The Town considers all highly liquid investments and those with original maturities of three months or less to be cash equivalents.

Investments

Investments are recorded at fair value, based on quoted market rates.

The Connecticut State Treasurer's Short-Term Investment Fund is an investment pool managed by the State of Connecticut Office of the State Treasurer. Investments must be made in instruments authorized by Connecticut General Statutes 3-27c through 3-27e. Investment guidelines are adopted by the State Treasurer. The fair value of the position in the pool is the same as the value of the pool shares.

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued

June 30, 2005

The balance of the pooled fixed income investments were invested in a pool similar to a 2a-7 pool. The fair value of the position in the pool is the same as the value of the pool shares.

Inventories

Inventories are stated at the lower of cost or market using the consumption method on the first-in, first-out basis for enterprise funds.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and proprietary fund financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at fair value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant, and equipment of the Town is depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	50
Building improvements	20
Distribution and collection systems	50-65
Public domain infrastructure	50
System infrastructure	30
Machinery and equipment	5-20

Capital assets are reported as expenditures and no depreciation expense is reported in the governmental fund financial statements.

Compensated absences

Town employees accumulate vacation and sick leave hours for subsequent use or for payment upon termination or retirement. Vacation and sick leave expenses to be paid in future periods are

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued

June 30, 2005

accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only for amounts that are due (matured).

Revenue - Proprietary Funds

Operating revenues for the proprietary funds encompass the following: Sewer Commission - billings for sewer assessments and user charges; Golf Course - fees from players using the course; and School Lunch - receipts from meal sales.

Nonoperating revenues include interest income as well as any other receipts unrelated to the above activities.

Long-term obligations

In the government-wide and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures. Principal payments on bonds are reported as expenditures as it becomes due.

Pension accounting:

Pension Trust Funds

Employee contributions are recognized in the period in which the contributions are due. Employer contributions to the plan are recognized when due and the Town has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan.

Governmental Funds

Expenditures are recognized when they are paid or are expected to be paid with current available resources.

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued

June 30, 2005

Funding policy

The Town funds the contributions to its pension plans based on the required contributions made under Town ordinance.

Encumbrances

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation, is utilized in the governmental funds. Encumbrances outstanding at year-end are reported as a reservation of fund balance as they do not constitute expenditures or liabilities.

Fund Equity and Net Assets

In the Government-Wide and Proprietary Financial Statements, net assets are classified in the following categories:

Invested in Capital Assets, Net of Related Debt – This category groups all capital assets, including infrastructure, into one component of net assets. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduces this category.

Unrestricted Net Assets or Deficits – This category represents the net assets of the Town, which are not restricted for any project or other purpose. Deficits require future funding.

In the fund financial statements, fund balances of governmental funds are classified in two separate categories. The two categories, and their general meanings, are as follows:

Reserved Fund Balance - indicates that portion of fund equity which has been legally segregated for specific purposes.

Undesignated and Unreserved Fund Balance - indicates that portion of fund equity which is available for appropriation and expenditure in future periods.

Note 2. Reconciliation of Government-Wide and Fund Financial Statements

Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds, and net assets – governmental activities as reported in the government-wide statement of net assets. One element of that reconciliation explains that “long-term liabilities,

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued

June 30, 2005

including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.” The details of this \$(124,660,710) difference are as follows:

Bonds payable	\$ (63,588,932)
Bond anticipation notes	(6,795,000)
Accrued interest payable	(1,208,441)
Net pension obligation, claims and judgments and other	(37,440,821)
Compensated absences	(16,298,002)
Unearned revenue	481,351
Deferred amounts on refunding	655,900
Deferred premium	<u>(466,765)</u>
Net adjustment to reduce fund balance – total governmental funds to arrive at net assets – governmental activities	<u>\$ (124,660,710)</u>

Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds, and changes in net assets of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of this \$2,461,316 difference are as follows:

Capital outlay	\$ 7,929,822
Depreciation expense	<u>(5,468,506)</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ 2,461,316</u>

Another element of that reconciliation states that “the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.” The details of this \$32,269 difference are as follows:

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued

June 30, 2005

Debt issued or incurred:	
Issuance of general obligation bonds	\$ (6,448,750)
Issuance of bond anticipation notes	(6,795,000)
Principal repayments:	
General obligation debt	5,971,731
Payment to escrow agent	6,829,900
Transfer of debt	791,000
Premiums on refunding	(515,186)
Debt issue costs	<u>134,036</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ 32,269</u>

Another element of that reconciliation states that “Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.” The details of this \$(1,123,081) difference are as follows:

Increase in net pension obligation	\$ (2,124,987)
Compensated absences	(215,935)
Claims and judgments	917,000
Accrued interest	205,912
Other expenses	(46,000)
Unearned revenue	168,592
Amortization of refunding amounts	<u>(27,663)</u>
Net adjustment to decrease net changes in fund balances – total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ (1,123,081)</u>

Note 3. Budgets and Budgetary Accounting

General Fund

The Town’s general budget policies are as follows:

- a. Prior to the first Tuesday in April, the Town Council votes to legally adopt the budget recommended by the Board of Finance, as prepared by the First Selectman, for the fiscal year commencing July 1. The budget includes proposed expenditures and anticipated revenues, together with the amount of revenue to be raised by general taxation.

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued

June 30, 2005

- b. The Board of Finance is authorized to transfer budgeted amounts within departments provided such transfers do not increase a department's total appropriation. A number of such transfers were made during the year. Any one appropriation in excess of \$2,000 (\$10,000 during the course of any fiscal year) must be approved by the Town Council.
- c. Formal budgetary integration is employed on a line item basis as mandated by the Town Charter.
- d. Budgeted amounts shown in the accompanying financial statements are as originally adopted, or as amended by the Board of Finance or Town Council during the course of the year.
- e. Generally, all appropriations lapse at year-end.
- f. Encumbrances are recognized as a valid and proper charge against a budget appropriation in the year in which the purchase order, contract or other commitment is issued and, accordingly, encumbrances outstanding at year-end are reflected in budgetary reports as expenditures of the current year. If an appropriation is not encumbered, it lapses at year-end and may not be used by the department.
- g. Classifications of certain revenues and expenditures under accounting principles generally accepted in the United States of America (GAAP) differ from classifications utilized for budgetary purposes.
- h. A reconciliation of the revenues, expenditures and fund equity of the General Fund presented in accordance with accounting principles generally accepted in the United States of America (GAAP) with the budgetary basis is as follows:

	Revenues and Other Financing Sources	Expenditures and Other Financing Uses
Budgetary basis	\$ 108,539,285	\$ 107,457,168
State on-behalf payments	2,118,000	2,118,000
Encumbrances:		
June 30, 2004	-	2,545,083
June 30, 2005	-	(3,196,580)
GAAP basis	\$ 110,657,285	\$ 108,923,671

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2005

Special revenue funds

The Town does not have legally adopted annual budgets for the special revenue funds. Budgets for the various special revenue funds which are utilized to account for specific grant programs are established in accordance with the requirements of the grantor agencies.

Capital projects funds

Legal authorization for expenditures of the capital projects funds is provided by the related bond ordinances and/or intergovernmental grant agreements. Capital appropriations do not lapse until completion of the applicable projects.

Note 4. Cash and Investments

Policies:

Deposits: The Town has a policy that deposits can include demand and savings accounts and certificates of deposits. The Town's policy for custodial credit risk is to follow State statutes for coverage of its deposits. The State of Connecticut requires that each depository maintain segregated collateral in an amount equal to a defined percentage of its public deposits based upon the bank's risk based capital ratio.

Investments: The investment policies of the Town conform to the policies as set forth by the State of Connecticut. The Town policy allows investments in the following: (1) obligations of the United States and its agencies; (2) highly rated obligations of any state of the United States or of any political subdivision, authority or agency thereof; and (3) shares or other interests in custodial arrangements or pools maintaining constant net asset values and in highly rated no-load open end money market and mutual funds (with constant or fluctuating net asset values) whose portfolios are limited to obligations of the United States and its agencies, and repurchase agreements fully collateralized by such obligations. The Statutes (Sections 3-24f and 3-27f) also provide for investment in shares of the Connecticut Short Term Investment Fund and the Tax Exempt Proceeds Fund. The Town's custodial credit risk policy states that the investment company or trust must take delivery, through a custodian, of all collateral. The Town's credit risk policy states that obligations of the State of Connecticut and of the United States must not have a rating of less than the top three rating categories of any nationally recognized rating service.

The Town's policy for pension investments also includes common and preferred stocks, convertible securities, real estate investment trusts and American depository receipts. The pension plan's credit risk policy is that invested securities should be of a quality to qualify under the prudent man rule.

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued

June 30, 2005

Their approved policies target an asset mix to provide the probability of meeting or exceeding the return objectives at the lowest possible risk. They set asset allocation parameters, as follows:

		<u>Target</u>
Large Cap Equities	40% - 70%	60
Small Cap Equities	0% - 10%	-
Mid-Cap Stocks	0% - 10%	-
Fixed Income	30% - 50%	40
International Equities	0% - 10%	-
Cash	0% - 20%	-

Interest Rate Risk: The Town and the pension policies limit their exposure to fair value losses arising from changes in interest rates by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and investing operating funds primarily in shorter-term securities, money market mutual funds, or similar investment pools.

Concentrations: The Town and the pension policies are to maintain a diversified portfolio to minimize the risk of loss resulting from over concentration of assets in a specific issuers.

Custodial credit risk:

Deposits: This is the risk that, in the event of failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. As of June 30, 2005 \$11,070,000 of the Town's bank balance of \$11,672,557 was uninsured and uncollateralized.

Investments: This is the risk that in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The Town and the pension fund do not have a custodial credit risk policy.

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2005

Cash and investments of the Town consist of the following at June 30, 2005:

Cash and Cash Equivalents

Deposits with financial institutions	\$	9,984,395
State of Connecticut Short-Term Investment fund		1,529,047
Tax Exempt Proceeds Fund		91,679
Municipal Backed Investment Fund		475,824
Total cash and cash equivalents		<u>12,080,945</u>

Investments

General Fund:

U.S. Government Securities	<u>9,686,313</u>	*
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Agency Funds:

U.S. Government Securities	<u>108,872</u>	*
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Pension Trust Funds:

U.S. Government Securities	920,337	*
U.S. Government Agencies	962,347	*
Corporate Bonds	7,325,576	*
Other Bonds	1,193,371	*
Common and Preferred Stocks	14,213,700	*
Mutual Funds	20,629,270	
Asset and Mortgage-Backed Securities	<u>1,112,591</u>	*

Total pension investments	<u>46,357,192</u>	
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Total investments	<u>56,152,377</u>	
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Total cash and investments	<u>\$ 68,233,322</u>	
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* These investments are uninsured and unregistered, with securities held by the counterparty, but not in the Town's name.

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2005

Cash and investments are classified in the accompanying financial statements as follows:

Statement of Net Assets	
Cash and cash equivalents	\$ 6,183,916
Investments	9,686,313
	<u>15,870,229</u>
Fiduciary Funds:	
Cash and cash equivalents	5,897,029
Investments	46,466,064
	<u>52,363,093</u>
Total cash and investments	<u><u>\$ 68,233,322</u></u>

Interest rate risk: This is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. Information about the exposure of the Town's debt type investments to this risk using the segmented time distribution model is as follows:

Type of Investment	Fair Value	Investment Maturities (in Years)			
		Less Than 1 Year	1-5 Years	6-10 Years	Over 10 Years
Asset and Mortgage-Backed	\$ 1,112,590	\$ -	\$ 444,523	\$ 230,229	\$ 437,839
U.S. Government Securities	10,715,522	195,168	467,885	10,052,469	-
U.S. Government Agencies	962,347	100,829	539,861	321,657	-
Corporate Bonds	7,325,576	604,228	3,570,543	3,150,806	-
Other Bonds	1,193,371	175,551	476,495	541,325	-
Pooled Fixed Income	2,096,550	2,096,550	-	-	-
TOTAL	<u><u>\$ 23,405,956</u></u>	<u><u>\$ 3,172,326</u></u>	<u><u>\$ 5,499,307</u></u>	<u><u>\$ 14,296,486</u></u>	<u><u>\$ 437,839</u></u>

Credit Risk: Generally, credit risk is the risk that an issuer of a debt type investment will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by a nationally recognized rating organization. U.S. government securities or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk exposure. Presented below is the minimum rating as required for each debt type investment.

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2005

Average Rating	Corporate Bonds	Other Bonds	U.S. Government Agency Obligation	Asset and Mortgage-Backed Securities	Pooled Fixed Income
AAA	\$ 211,323	\$ 100,132	\$ 962,347	\$ 605,002	\$ 1,529,047
AA	312,888	176,532	-	-	-
AA/M	-	-	-	-	475,824
AA-	821,158	148,846	-	-	-
A+	1,552,857	343,209	-	-	-
A	1,780,557	70,953	-	-	-
A-	679,143	177,713	-	-	-
BBB+	682,977	129,875	-	-	-
BBB	684,132	-	-	27,232	-
BBB-	185,162	-	-	-	-
BB+	100,088	-	-	-	-
BB-	50,094	-	-	-	-
B+	-	46,111	-	-	-
Unrated	265,197	-	-	480,356	91,679
	<u>\$ 7,325,576</u>	<u>\$ 1,193,371</u>	<u>\$ 962,347</u>	<u>\$ 1,112,590</u>	<u>\$ 2,096,550</u>

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2005

Note 5. Capital Assets

Capital asset activity for the year ended June 30, 2005 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 31,344,691	\$ 922,614	\$ -	\$ 32,267,305
Construction in progress	122,000	5,259,872	-	5,381,872
Total capital assets, not being depreciated	31,466,691	6,182,486	-	37,649,177
Capital assets, being depreciated:				
Land improvements	7,979,248	449,856	-	8,429,104
Buildings and improvements	118,369,738	292,133	-	118,661,871
Machinery and equipment	8,371,437	305,476	-	8,676,913
Vehicles	3,283,382	410,903	-	3,694,285
Infrastructure	54,847,328	288,968	-	55,136,296
Total capital assets being depreciated	192,851,133	1,747,336	-	194,598,469
Less accumulated depreciation for:				
Land improvements	4,216,501	230,895	-	4,447,396
Buildings and improvements	32,473,879	2,478,777	-	34,952,656
Machinery and equipment	4,696,320	695,477	-	5,391,797
Vehicles	2,142,062	561,702	-	2,703,764
Infrastructure	32,084,809	1,501,655	-	33,586,464
Total accumulated depreciation	75,613,571	5,468,506	-	81,082,077
Total capital assets, being depreciated, net	117,237,562	(3,721,170)	-	113,516,392
Governmental activities capital assets, net	\$ 148,704,253	\$ 2,461,316	\$ -	\$ 151,165,569

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2005

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 1,939,013	\$ -	\$ -	\$ 1,939,013
Construction in progress	546,690	7,547,274		8,093,964
Total capital assets, not being depreciated	2,485,703	7,547,274	-	10,032,977
Capital assets, being depreciated:				
Land improvements	688,079	-	-	688,079
Buildings	2,224,754	26,970	-	2,251,724
Machinery and equipment	1,462,376	38,975	-	1,501,351
Vehicles	266,850	-	-	266,850
Infrastructure	50,596,802	132,514	-	50,729,316
Total capital assets, being depreciated	55,238,861	198,459	-	55,437,320
Less accumulated depreciation for:				
Land improvements	292,972	37,895	-	330,867
Buildings	1,604,363	10,302	-	1,614,665
Machinery and equipment	1,017,252	56,206	-	1,073,458
Vehicles	160,038	19,307	-	179,345
Infrastructure	12,703,989	792,939	-	13,496,928
Total accumulated depreciation	15,778,614	916,649	-	16,695,263
Total capital assets, being depreciated, net	39,460,247	(718,190)	-	38,742,057
Total business-type capital assets, net	\$ 41,945,950	\$ 6,829,084	\$ -	\$ 48,775,034

Property and equipment of the internal service fund consisted of the following as of June 30, 2005:

	Balance June 30, 2004	Additions	Disposals	Balance June 30, 2005
Vehicles and equipment	\$ 4,108,082	\$ 658,538	\$ -	\$ 4,766,620
Less accumulated depreciation				3,743,382
				\$ 1,023,238

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2005

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:

Board of Education	\$ 3,085,329
General Government	90,776
Social Services	26,788
Public Works	1,495,924
Public Health	3,590
Public Safety	386,537
Libraries	171,001
Recreation and Parks	208,559

Total depreciation expense – governmental activities	<u>\$ 5,468,506</u>
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Business-type activities:

Sewer Commission	\$ 835,338
Golf Course	81,311

Total depreciation expense – business-type activities	<u>\$ 916,649</u>
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Note 6. Interfund Accounts

As of June 30, 2005, interfund receivables and payables that resulted from various interfund transactions were as follows:

	Due From Other Funds	Due to Other Funds
General Fund	<u>\$ 34,906,631</u>	<u>\$ 37,777,090</u>
Special Revenue Funds		
Health Grant	21,007	18,368
Trumbull Day	52,380	165,809
Youth and Children Services	49,604	46,649
Arts Grant	1,311	-
Town Clerk Historical Preservation	39,492	15,654
Millington Legal Settlement	-	1,875
Dog Fund	49,879	9,309
Total special revenue funds	<u>213,673</u>	<u>257,664</u>

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2005

	Due From Other Funds	Due to Other Funds
Capital Projects Fund		
Pre-Kindergarten School	1,432,925	5,045,653
Priscilla Place Theater	451	122
New Elementary School	3,689,002	4,103,133
Land Acquisition	360,991	1,914,599
LOCIP	435,425	821,185
Park Improvements	947,350	-
Library Expansion	1,110,739	1,040,831
Reserve for Capital and Nonrecurring Expenditures	135,995	127,636
Highway Tank Replacement	-	4,670
THS Renovations	258,382	-
Bridge Replacement	217,301	38,814
Computer Labs	123,441	-
Tax Assessor CANA System	435,161	-
Board of Education Maintenance	84,713	48,217
THS Athletic Field Lighting	-	322,285
Agricultural Science building	212,108	892,656
1999 BOE Computer Grant	-	233,218
1999 Parks Improvement	25,490	21,409
Mainframe Migration Town	237,354	5,473
Mainframe Migration BOE	-	234,146
Phone System Town	67,782	2,917
Phone System BOE	-	107,348
Town Hall Renovation	38,852	-
New Community Center	-	1,738
BOE School Computer	7,934	-
High School Chillers	8,480	-
BOE Capital Improvements	84,866	32,526
Playground	112,520	-
Athletic Field Renovations	500,000	487,345
Police Station Improvements	186,398	-
Madison Middle School Auditorium	26,265	-
Turf Fields	38,073	-
BOE Phase II Technology	17,838	-
BOE Computer Labs	-	49,568
Total capital projects fund	10,795,836	15,535,489

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2005

	Due From Other Funds	Due to Other Funds
Permanent Funds		
Cemetery Fund	1,457	-
Enterprise Funds		
Golf Course	3,604,601	2,873,498
Sewers	17,032,463	11,364,677
Total enterprise funds	20,637,064	14,238,175
Private Purpose Trust Funds		
Special Purpose Contra	284,620	48,280
Special Trust	1,663,553	1,323,134
Total private purpose trust funds	1,948,173	1,371,414
Internal Service Funds		
Lease Fund	-	1,077,645
Insurance Reserve Fund	1,669,737	-
Total internal service funds	1,669,737	1,077,645
Debt Service Fund	84,906	-
	<u>\$ 70,257,477</u>	<u>\$ 70,257,477</u>

All balances resulted from all payments for various funds being paid by the General Fund. The amounts listed above related to the amounts owed as a result, and will be paid within one year.

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2005

Interfund transfers during the year ended June 30, 2005 were as follows:

	Transfers From Other Funds	Transfers To Other Funds
General Fund	\$ 457,352	\$ -
Sewer Commission	-	382,000
Golf Course	68,463	125,000
Non-Major and Other Funds	49,648	68,463
	<u>\$ 575,463</u>	<u>\$ 575,463</u>

Transfers are used to reimburse the general fund for administrative and benefit costs incurred by the sewer and golf fund, paid by the general fund.

Note 7. Long-Term Liabilities and Subsequent Events

A summary of changes in outstanding general long-term debt during the year ended June 30, 2005 is as follows:

	Beginning Balance	Increases	Decreases/ Transfers	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable:					
General obligation bonds	\$ 70,309,313	\$ 6,448,750	\$ (13,169,131)	\$ 63,588,932	\$ 6,081,887
Bond anticipation notes	-	6,795,000	-	6,795,000	-
Premiums on refunding	-	515,186	(23,255)	491,931	-
Total bonds and notes payable	<u>70,309,313</u>	<u>13,758,936</u>	<u>(13,192,386)</u>	<u>70,875,863</u>	<u>6,081,887</u>
Other Long-Term Liabilities					
Compensated absences	16,082,067	215,935	-	16,298,002	2,444,700
Retirement liability	1,387,000	46,000	-	1,433,000	358,000
Net pension obligation	33,198,834	2,124,987	-	35,323,821	-
Claims and judgement	1,601,000	-	(917,000)	684,000	300,000
Total other long-term liabilities	<u>52,268,901</u>	<u>2,386,922</u>	<u>(917,000)</u>	<u>53,738,823</u>	<u>3,102,700</u>
Governmental activity long-term liabilities	<u>\$ 122,578,214</u>	<u>\$ 16,145,858</u>	<u>\$ (14,109,386)</u>	<u>\$ 124,614,686</u>	<u>\$ 9,184,587</u>

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued

June 30, 2005

Substantially all amounts are expected to be financed or paid through the General Fund.

	Beginning Balance	Increases/ Transfers	Decreases/ Transfers	Ending Balance	Due Within One Year
Business-type activities:					
Bonds payable:					
General obligation bonds	\$ 21,370,687	\$ 2,717,250	\$ (3,576,869)	\$ 20,511,068	\$ 1,638,113
Bond anticipation notes	4,000,000	10,205,000	(4,000,000)	10,205,000	10,205,000
Total bonds and notes payable	25,370,687	12,922,250	(7,576,869)	30,716,068	11,843,113
Business-type activity long-term liabilities	\$ 25,370,687	\$ 12,922,250	\$ (7,576,869)	\$ 30,716,068	\$ 11,843,113

Net pension obligation

The net pension obligation, the cumulative difference between annual pension cost and the Town's contributions to the plans since 1986, is calculated on an actuarial basis consistent with the requirements of Government Accounting Standards Board Statement No. 27. Expenditures are recognized when they are paid or are expected to be paid with current available resources. The pension obligation is recorded as a noncurrent liability in the government-wide financial statements.

Bond anticipation notes and subsequent event

The Town has \$17,000,000 of tax-exempt general obligation bond anticipation notes (BANS) outstanding as of June 30, 2005. The notes bear interest at 3.0%. In September 2005, these (BANS) were refinanced through the issuance of \$19,790,000 of general obligation bonds.

Bond anticipation note transactions for the year ended June 30, 2005 were as follows:

Outstanding, July 1, 2004	\$ 7,440,000
New borrowings	17,000,000
Repayments	(7,440,000)
Outstanding, June 30, 2005	<u>\$ 17,000,000</u>

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2005

General obligation bonds

As of June 30, 2005, the outstanding bonded indebtedness of the Town was as follows:

	<u>Outstanding Amount</u>
\$7,450,000 general obligation bonds; issue of 8/15/86; due 8/15/06; interest at 6.7% to 6.75%	\$ 7,114
\$3,615,000 general obligation bonds; issue of 6/15/88; due 7/15/07; interest at 6.4% to 7.0%.	295,000
\$9,375,000 general obligation bonds; issue of 12/15/89; due 6/15/09; interest at 6.35% to 6.7%	1,448,000
\$8,125,000 various purpose bonds; issue of 10/15/91; due 5/15/07; interest at 5.72%	911,262
\$23,790,000 general obligation bonds; issue of 7/1/98; due 1/15/18; interest at 4.0% to 5.5%	6,672,556
\$16,620,000 general obligation bonds; issue of 1/15/01; due 1/15/21; interest at 4.125% to 5.0%	8,607,000
\$13,600,000 refunding bonds issue of 9/15/02 (for balance of 5/1/96 issue); due 6/1/16; interest at 3.0% to 5.0%	10,170,000
\$15,750,000 general obligation bonds; issue of 9/15/02; due 6/1/22; interest at 2.0% to 5.0%	5,280,000
\$29,000,000 general obligation bonds; issue of 9/15/03; due 9/15/23; interest at 3.0% to 4.75%.	23,730,000
\$8,375,000 refunding bonds issue of 12/14/04 (for balance of 7/1/98 issue); due 1/15/18; interest at 4.0% to 5.5%	<u>6,468,000</u>
Total	<u><u>\$ 63,588,932</u></u>

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued **June 30, 2005**

In-Substance Defeasance

2002 Refunding, 1998 Refunding

In prior years, the Town has defeased various bond issues by creating separate irrevocable trust funds. As of June 30, 2005, the amount of defeased debt outstanding, but removed from the Town's government-wide financial statements, totaled \$16,000,000.

2004 General Obligation Bond - In-Substance Defeasance

In December 2004, the Town issued \$8,375,000 of general obligation bonds with interest rates ranging from 2.25% to 5.00%, which was used to advance refund portions of the outstanding principal amounts of general obligation bonds of the Town dated 1998, (the "Refunding Bonds"). Of the net proceeds of \$9,052,546 (after payment of underwriters fees and other costs), \$8,870,000 was placed in an irrevocable trust fund under an Escrow Agreement dated December 2004 between the Town and the Escrow Holder. The Escrow Holder used the proceeds to purchase a portfolio of non-callable direct obligations of the United States of America ("Government Obligations"). The Government Obligations will have maturities and interest rates sufficient to pay principal and interest payments and redemption premiums on the Refunding Bonds on the dates the payments are due.

The Town advance refunded the above bonds to reduce total debt service payments over the next 10 years by approximately \$230,000 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$236,000.

The balance in escrow was approximately \$8,870,000 at June 30, 2005. As a result, the refunded bonds are considered defeased and the liability has been removed from the basic financial statements.

TOWN OF TRUMBULL, CONNECTICUT**NOTES TO FINANCIAL STATEMENTS, Continued**
June 30, 2005

The annual debt service requirements for all bonded debt are as follows:

	Governmental Type Activities		
	Principal	Interest	Total
2006	\$ 6,081,887	\$ 2,767,343	\$ 8,849,230
2007	5,377,634	2,521,593	7,899,227
2008	4,865,588	2,289,492	7,155,080
2009	4,718,254	2,075,503	6,793,757
2010	4,300,070	1,846,713	6,146,783
2011	4,253,347	1,655,196	5,908,543
2012	4,105,763	1,497,487	5,603,250
2013	3,839,389	1,329,168	5,168,557
2014	3,496,000	1,166,707	4,662,707
2015	3,550,000	1,018,499	4,568,499
2016	3,489,000	865,279	4,354,279
2017	2,825,000	712,739	3,537,739
2018	2,902,000	582,496	3,484,496
2019	1,975,000	446,449	2,421,449
2020	1,975,000	354,308	2,329,308
2021	1,975,000	260,888	2,235,888
2022	1,485,000	166,431	1,651,431
2023	1,190,000	94,728	1,284,728
2024	1,185,000	39,588	1,224,588
Total	<u>\$ 63,588,932</u>	<u>\$ 21,690,607</u>	<u>\$ 85,279,539</u>

Business-type activity obligations

At June 30, 2005, long-term debt in the Sewer Enterprise Fund consists of the following:

	Outstanding Debt
\$7,450,000 enterprise bonds; issue of 8/15/86; due 8/15/06; interest at 6.7% to 6.75%	\$ 27,886
\$9,375,000 enterprise bonds; issue of 12/15/89; due 6/15/09; interest at 6.35% to 6.7%	477,000
\$8,125,000 various purpose bonds; issue of 10/15/92; due 5/15/07; interest at 5.72%	288,738
\$23,790,000 enterprise bonds; issue of 7/1/98; due 1/15/18; interest at 4.0% to 5.5%	1,967,444

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2005

	<u>Outstanding Debt</u>
\$16,620,000 enterprise bonds; issue of 1/15/01; due 1/15/21; interest at 4.125% to 5.0%	3,453,000
\$13,600,000 refunding bonds issue of 9/15/02 (for balance of 5/1/96 issue); due 6/1/16; interest at 3.0% to 5.0%	270,000
\$15,750,000 enterprise bonds; issue of 9/15/02; due 6/1/22; interest at 2.0% to 5.0%	8,500,000
\$29,000,000 enterprise bonds; issue of 9/15/03; due 9/15/23; interest at 3.0% to 4.75%	3,620,000
\$8,375,000 refunding bonds issue of 12/14/04 (for balance of 7/01/98 issue); due 1/15/18; interest at 4.0% to 5.5%	1,907,000
	<u>\$ 20,511,068</u>

The annual debt service requirements of general obligation bonds of the business-type activities:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2006	\$ 1,638,113	\$ 1,168,192	\$ 2,806,305
2007	1,602,366	1,088,036	2,690,402
2008	1,459,412	1,005,906	2,465,318
2009	1,416,746	932,140	2,348,886
2010	1,324,930	852,920	2,177,850
2011	1,321,653	781,494	2,103,147
2012	1,274,237	718,731	1,992,968
2013	1,200,611	652,915	1,853,526
2014	1,104,000	584,369	1,688,369
2015	1,125,000	524,819	1,649,819
2016	1,101,000	462,239	1,563,239
2017	1,130,000	400,349	1,530,349
2018	1,153,000	335,966	1,488,966
2019	880,000	269,444	1,149,444
2020	880,000	215,396	1,095,396
2021	875,000	160,221	1,035,221
2022	645,000	104,647	749,647
2023	190,000	59,884	249,884
2024	190,000	50,844	240,844
Total	<u>\$20,511,068</u>	<u>\$ 10,368,512</u>	<u>\$30,879,580</u>

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2005

Authorized but unissued bonds

The Town has authorized but unissued bonds relating to capital projects at June 30, 2005 as follows:

Sewers	\$ -
General purpose	5,085,000
Schools	<u>12,088,541</u>
Total	<u><u>\$ 17,173,541</u></u>

Legal debt limit

The Town's indebtedness (including authorized but unissued bonds), net of principal reimbursements expected from the state, does not exceed the legal debt limitation as required by the Connecticut General Statutes as reflected in the following schedule:

Category	Debt Limit	Net Indebtedness	Balance
General purpose	\$ 223,267,309	\$ 27,817,143	\$ 195,450,166
Unfunded pension benefit obligation	297,689,745	-	297,689,745
Schools	446,534,618	60,738,445	385,796,173
Sewers	372,112,181	29,717,953	342,394,228
Urban renewal	322,497,224	-	322,497,224

The total overall statutory debt limit for the Town is equal to seven times annual receipts from taxation, or \$694,609,405.

Note 8. Commitments and Contingencies

Lawsuits

There are several personal injury, negligence and personnel related lawsuits pending against the Town. The outcome and eventual liability of the Town, if any, in these cases is not known at this time. Based upon consultation with legal counsel, the Town's management estimates that potential claims against the Town not covered by insurance, resulting from such litigation would not have a material adverse affect the financial position of the Town.

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued **June 30, 2005**

Municipal Solid Waste Service Agreement

The Town has entered into a municipal solid waste agreement, as amended (the "Service Agreement") with the Connecticut Resources Recovery Authority (the "Authority") pursuant to which it participates with seventeen other Connecticut municipalities (the eighteen constituting the "Contracting Municipalities"), in the Greater Bridgeport Resources Recovery System (the "System").

Under the Service Agreement, the Town is required to deliver, or cause to be delivered, to the System solid waste generated within its boundaries up to its minimum commitment of 23,000 tons per year and to pay a uniform per ton disposal service payment (the "Service Payment"). The current fee is \$76 per ton. The aggregate minimum commitment of the eighteen Contracting Municipalities is 400,000 tons per year. The Town's Service Payment commitment is a "put-or-pay" commitment, in that if the aggregate minimum commitment of the Contracting Municipalities is not met by the total deliveries of all the Contracting Municipalities in any year, the Town must pay the Service Payment for its proportionate share of the shortfall of the aggregate minimum commitment (even if it did deliver its full portion).

Service payments shall be payable so long as the System is accepting solid waste delivered by or on behalf of the Town, whether or not such solid waste is processed at the facility. The Town has pledged its full faith and credit to the payment of Service Payments and has also agreed to enforce or levy and collect all taxes, cost sharing or other assessments or charges and take all such other action as may be necessary to provide for the payment of the Service Payments.

If any Contracting Municipality shall default in the payment of any Service Payments, the other Contracting Municipalities shall pay their share of the amounts unpaid by the nonpaying Contracting Municipality.

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2005

Note 9. Fund Deficits

The Town has the following fund deficits at June 30, 2005:

	Operational Deficit	Fund Deficit
Special Revenue		
Trumbull Day	\$ (19,798)	\$ -
Millington Legal Settlement	(1,575)	(1,875)
Trumbull Library	(35,080)	-
Total special revenue	(56,453)	(1,875)
Capital Projects Fund		
Land Acquisition	(924,830)	(1,553,586)
Local Capital Improvements	-	(386,208)
Reserve for Capital and Nonrecurring Expenditures	(28,290)	-
Highway Tank Replacement	-	(4,670)
THS Athletic Field Lighting	(107,300)	(322,285)
Athletic Field Renovations	(800)	-
1999 Board of Education Computer Grant	-	(233,218)
Main Frame Migration - Town	(7,424)	-
New Elementary School	(171,710)	(414,111)
Agricultural Science Building	-	(680,548)
Mainframe Migration - BOE	-	(234,146)
Madison Middle School	(134)	-
Turf Fields	(168)	-
BOE Phase II Technology	(53)	-
Tax Assessor - CAMA System	(454,018)	-
Daniels Farm Road	(93,560)	(93,560)
Bridge Replacement	(91,211)	-
New Community Center	-	(2,072)
Police Station Improvements	(299,581)	-
BOE Capital Improvements	(131)	-
THS Renovations	(441,558)	-
Park Improvements	(501,079)	-
Pre-Kindergarten School	(5,065,017)	(5,255,682)
BOE Computer Labs Phase II	(49,568)	(49,568)
Phone System - BOE	-	(107,348)
Library Expansion	(12,876)	-
Total capital projects fund	(8,249,308)	(9,337,002)

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued

June 30, 2005

	Operational Deficit	Fund Deficit
Debt Service Fund	(884,634)	-
Enterprise Fund		
Sewer Commission	(1,154,963)	-
Internal Service		
Insurance Reserve	-	36,954
Lease fund	-	54,407
	-	91,361
	<u>\$ (10,345,358)</u>	<u>\$ (9,247,516)</u>

The Town anticipates financing the fund deficits in the Capital Projects funds through future bond issues and/or grant proceeds. The Special Revenue, Internal Service, and the Enterprise Fund deficits will be recovered through future operations.

Note 10. Employee Retirement Plans

The Town has two contributory pension plans covering substantially all full-time Town and non-certified Board of Education employees. One plan covers employees of the Police Department and the other plan covers all other employees. The certified faculty and administrative personnel of the Board of Education participate in a contributory retirement plan administered by the State Teachers' Retirement Board. The Town does not contribute to this plan.

The Town of Trumbull Police Benefit Plan

Plan Description

The Town of Trumbull is the administrator of a single employer public employee retirement system (PERS) established and administered by the Town to provide pension benefits for its Police employees. The PERS is considered to be part of the Town's financial reporting entity and is included in its financial reports as a pension trust fund.

The Town of Trumbull Police Benefit Plan provides retirement, death and disability benefits through a single employer, contributory, defined benefit plan. Benefits vest after 10 years of service. Members may retire on or after age 47 with at least 25 years of service. A retirement benefit of 2% of final annual pay for each year of service (maximum 25 years) plus an additional 1.25% for each full 4 months of service after 25 up to a maximum benefit of 75% is payable monthly for life. At the member's death, 50% of the benefit is payable to the surviving spouse. If a member leaves employment or dies prior to vesting, accumulated

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued

June 30, 2005

employee contributions with 5.5% interest compounded semi-annually are refunded. Post retirement increases equal 50% of the increase in current pay for active members of the same grade (pro-rated for less than 25 years service). Benefits and contributions are fixed by contract and may be amended by union negotiation.

Contributions

Employees are required to contribute 6% of their monthly salary to the PERS. The Town is required to contribute the remaining amounts necessary to finance coverage.

Plan Changes

The latest actuarial valuation reflects no material changes in coverage.

Employee contributions increased from 5% to 6%.

For the retirement benefit for years of service over 25, an additional 1.25% (was 1%) for each full 3 (was 4) months of service after 25 up to a maximum benefit of 75% (was 74%) is payable monthly for life.

The latest actuarial valuation reflected no material changes in the actuarial method.

Town of Trumbull Pension Plan

Plan Description

The Town of Trumbull is the administrator of a single employer public employee retirement system (PERS) established and administered by the Town to provide pension benefits for its full-time employees other than Police, firefighters and teachers. The PERS is considered to be part of the town's financial reporting entity and is included in its financial reports as a pension trust fund.

The Town of Trumbull Pension Plan provides retirement, death and disability benefits through a single employer, contributory, defined benefit plan. Benefits vest at 50% after 5 years of service and increase an additional 10% per year to 100% after 10 years. Employees can retire on or after age 62 if they have at least 5 years of service, or after age 60 if age plus years of service equals at least 85. Employees who retire at these ages are entitled to an annual retirement benefit, payable monthly for 10 years certain and life, in an amount equal to 2% of Final Earnings for each year of service. There is a maximum annual pension of 60% of Final Earnings, and a minimum annual pension of \$1,200. Final Earnings is the employee's average earnings during the 36 consecutive months that produces the highest average. Employees may retire early on or after age 55 with at least 10 years of service with a benefit reduced ½% for each month the early retirement date precedes the normal retirement date. The death benefit provides a benefit to a beneficiary of a fully vested participant of 120 months of retirement benefits beginning at the participant's normal retirement date as long as the beneficiary does not receive the deceased participant's employee contributions with credited interest and the proceeds from the \$25,000 life insurance policy are assigned to the pension plan. Employee contributions with credited

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2005

interest are returnable on termination or death while active or retired (less any benefits paid) provided, in each case, that no death benefits are otherwise payable. Benefits and contributions are fixed by contract and may be amended by union negotiation.

Contributions

Employees are required to contribute 3.5% of their monthly salary to the PERS. The Town is required to contribute the remaining amounts necessary to finance coverage.

Plan Changes

The latest actuarial valuation reflected no material changes made in the benefit provisions of this plan.

The latest actuarial valuation reflects no material changes in actuarial methods.

The latest actuarial valuation reflects no material changes in actuarial assumptions.

Membership

Membership in the Plans consisted of the following at July 1, 2004, the date of the last actuarial valuation:

Category	Police Benefit Plan	Town Pension Plan
Retirees and beneficiaries receiving benefits	39	301
Terminated plan members entitled to but not yet receiving benefits	1	65
Active plan members	70	400

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2005

Actuarial Assumptions

Significant actuarial assumptions are as follows:

Police Benefit Plan:

Valuation date	July 1, 2004
Actuarial cost method	Projected Unit Credit
Asset valuation method	Adjusted Market Value
Amortization method	Level Dollar, Open
Remaining amortization period	15 years OPEN
Actuarial assumptions	
Investment rate of return	8.00%
Projected salary increases	4.50%
Mortality	1994 Uninsured Pensioners Mortality Table, with rates projected to 2012 (separate rates for males and females).

Town Pension Plan

Valuation date	July 1, 2004
Actuarial cost method	Projected Unit Credit
Asset valuation method	Adjusted Market Value
Amortization method	Level Dollar, Open
Remaining amortization period	25 years
Actuarial assumptions	
Investment rate of return	8.00%
Projected salary increases	4.00%
Mortality	1994 Uninsured Pensioner's Mortality Table, with rates projected to 2012 (separate rates for males and females).

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2005

Annual Pension Cost and Net Pension Obligation

The Town's annual pension cost and net pension obligation to the plan for the year ended June 30, 2005 were as follows:

Category	Police Benefit Plan	Town Employee Pension Plan
Annual required contribution	\$ 1,969,000	\$ 2,779,000
Interest on net pension obligation	1,210,142	1,445,764
Adjustment to annual required contribution	(1,636,389)	(1,567,530)
Annual pension cost	1,542,753	2,657,234
Contributions made	850,000	1,225,000
Increase in net pension obligation	692,753	1,432,234
Net pension obligation		
Beginning of year	15,126,778	18,072,056
End of year	\$ 15,819,531	\$ 19,504,290

Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of (APC) Contributed	Net Pension Obligation
<i><u>Police Benefit Plan</u></i>			
6/30/03	1,086,740	69%	14,718,721
6/30/04	1,208,057	66.2%	15,126,778
6/30/05	1,542,753	55.1%	15,819,531
<i><u>Town Employee Pension Plan</u></i>			
6/30/03	1,942,521	54%	16,992,548
6/30/04	2,204,508	51%	18,072,056
6/30/05	2,657,234	46.1%	19,504,290

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2005

Schedule of Employer Contributions

Years Ended June 30,	Police Benefit Plan			Town Employees Pension Plan		
	Annual Required Contribution	Percentage Contributed	Amount Contributed	Annual Required Contribution	Percentage Contributed	Amount Contributed
2005	\$ 1,969,000	43%	\$ 850,000	\$ 2,779,000	44%	\$ 1,225,000
2004	1,622,805	49%	800,000	2,319,000	49%	1,125,000
2003	1,492,000	50%	750,000	2,051,000	52%	1,050,000
2002	1,582,113	44%	700,000	1,970,000	48%	950,000
2001	1,589,000	41%	650,000	1,981,000	42%	840,535
2000	1,848,949	30%	550,000	1,960,702	38%	750,000

Scheduling of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (A)	Actuarial Accrued Liability (AAL) (B)	Unfunded AAL (UAAL) (B-A)	Funded Ratio (A/B)	Covered Payroll (C)	Covered Payroll (C)
<i>Police Benefit Plan</i>						
07/01/1999	N/A	N/A	N/A	N/A	N/A	N/A
07/01/2000	24,632,842	33,174,583	8,541,741	74 %	3,270,331	261 %
07/01/2001	N/A	N/A	N/A	N/A	N/A	N/A
07/01/2002	26,799,433	35,243,745	8,444,312	76 %	3,489,429	242 %
07/01/2003	N/A	N/A	N/A	N/A	N/A	N/A
07/01/2004	27,147,266	39,271,098	12,123,832	69.1 %	4,007,225	302.5 %
<i>Town Employees Pension Plan</i>						
07/01/1999	N/A	N/A	N/A	N/A	N/A	N/A
07/01/2000	19,311,221	32,802,084	13,490,863	59 %	12,117,000	111 %
07/01/2001	N/A	N/A	N/A	N/A	N/A	N/A
07/01/2002	18,605,351	36,862,263	18,256,912	51 %	11,964,619	153 %
07/01/2003	N/A	N/A	N/A	N/A	N/A	N/A
07/01/2004	16,971,460	42,583,140	25,611,680	39.9 %	14,052,122	182.3 %

Connecticut State Teachers' Retirement System

The faculty and professional personnel of the Board of Education participate in a contributory defined benefit plan, established under Chapter 167a of the Connecticut General Statutes, which is administered by the Connecticut State Teachers' Retirement Board. A teacher is eligible to receive normal retirement benefits if he or she has attained age sixty and has accumulated twenty years of credited service in the public schools of Connecticut or has attained any age and has

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued **June 30, 2005**

accumulated thirty-five years of credited service, at least twenty-five of which are service in the public schools of Connecticut. The financial statements of the Plan are available from the Connecticut State Teachers' Retirement Board, 21 Grand Street, Hartford, CT 06105.

Certain part-time and full-time certified teachers are eligible to participate in the plan and are required to contribute 7.25% of their annual earnings to the plan. The Town does not, and is not legally responsible to, contribute to the plan.

The State of Connecticut contributes based on actuarially determined amounts. The funding level was determined based on an actuarial valuation of the plan as a whole, which does not provide actuarial information on an individual city/town basis.

In addition, the Town has recognized revenues and expenditures for on-behalf payments for pension contributions paid directly to the Connecticut State Teachers' Retirement System by the State of Connecticut. Such on-behalf payments were approximately \$2,118,000 for the year ended June 30, 2005.

Note 11. Risk Management

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets, errors and omissions; injuries to and health of employees; and natural disasters. The Town carries commercial insurance for insurable risks of loss except for workers' compensation and employee health insurance. Coverage has not been materially reduced, nor have settled claims exceeded coverage in any of the past three years.

The Town maintains stop loss insurance on workers' compensation claims. The Town's maximum exposure for the year ended June 30, 2005 was \$1,000,000 in the aggregate and \$250,000 per incident. The Town and its actuary estimate a liability for workers' compensation claims payable and for claims incurred but not reported.

The Town estimates a liability for unpaid health claims which are expected to be paid from current resources and is recorded in the Insurance Reserve Fund. The Town maintains stop loss coverage through a commercial insurance company for individual claims in excess of \$50,000 for active employees.

The Town does not maintain stop loss coverage with respect to dental or prescription drug claims.

At June 30, 2005, \$1,706,691 has been accrued for self-insurance claims payable and for incurred but not reported claims related to the entire program.

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued

June 30, 2005

Claims and liabilities are estimated based on claims paid for the year. Claim transactions for the last two years for the entire program are as follows:

Fiscal Year Ended	Claims Payable July 1,	Current Year Claims and Changes in Estimates	Claims Paid	Claims Payable June 30,
2004	\$ 1,481,427	\$ 5,645,749	\$ 5,523,794	\$ 1,603,382
2005	\$ 1,603,382	\$ 5,626,329	\$ 5,523,020	\$ 1,706,691

Note 12. Pronouncements Issued, Not Yet Effective

The Governmental Accounting Standards Board (GASB) has issued several pronouncements prior to June 30, 2005 that have effective dates that may impact future financial presentations.

Management has not currently determined what, if any, impact implementation of the following statements may have on the financial statements:

- ▶ GASB Statement No. 42, Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries, will be effective for the government beginning with its year ending June 30, 2006. This Statement requires governments to report the effects of capital asset impairment in their financial statements when it occurs and requires all governments to account for insurance recoveries in the same manner.
- ▶ GASB Statement No. 43, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans, issued April 2004, will be effective for the Town beginning with its year ended June 30, 2008. This statement establishes uniform financial reporting standards for OPEB (other postemployment benefits) and supersedes the interim guidance included in Statement No. 26, Financial Reporting for Postemployment Healthcare Plans Administered by Defined Benefit Pension Plans.
- ▶ GASB Statement No. 44, Economic Condition Reporting: The Statistical Section, issued in May 2004, will be effective for the Town beginning with its year ending June 30, 2006. This Statement improves the understandability and usefulness of statistical section information by addressing the comparability problems that have developed in practice and by adding information from the new financial reporting model required by Statement No. 34 and related statements.
- ▶ GASB Statement No. 45, Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions, issued June 2004, will be effective for the Town beginning with its year ending June 30, 2009. This Statement establishes standards for the measurement, recognition and display of other postemployment benefits expenses and related liabilities or assets, note disclosures and, if applicable, required supplementary information in the financial reports.

TOWN OF TRUMBULL, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2005

- ▶ GASB Statement No. 46, Net Assets Restricted by Enabling Legislation, amendment of GASB Statement No. 34, issued December 2004, will be effective for the Town beginning with its year ending June 30, 2006. This Statement requires that limitations on the use of net assets imposed by enabling legislation be reported as restricted net assets.
- ▶ GASB Statement No. 47, Accounting for Termination Benefits, issued June 2005, will be effective for the Town beginning with its year ending June 30, 2006. This Statement requires employers to disclose a description of the termination benefit arrangement, the cost of the termination benefits, and significant methods and assumptions used to determine termination benefit liabilities.

**Supplemental and Combining
Nonmajor Fund Statements and Schedules**

General Fund

TOWN OF TRUMBULL, CONNECTICUT

GENERAL FUND SCHEDULE OF ESTIMATED AND ACTUAL REVENUES AND OTHER FINANCING SOURCES - BUDGETARY BASIS BUDGET AND ACTUAL For the Year Ended June 30, 2005

	Budgeted Amounts		Actual	Variance With
	Original	Final	Budgetary	Final Budget
			Basis	Positive
				(Negative)
Property Taxes				
Current levy	\$ 96,077,463	\$ 96,077,463	\$ 95,913,984	\$ (163,479)
Interst and lien fees	600,000	600,000	529,276	(70,724)
PILOT - St. Joseph's Village	102,914	102,914	107,652	4,738
Total property taxes	96,780,377	96,780,377	96,550,912	(229,465)
Intergovernmental				
Education equalization grant	2,788,703	2,788,703	2,913,959	125,256
School building grants	1,151,968	1,151,968	1,152,447	479
Education grants	71,000	71,000	87,265	16,265
Elderly tax	7,000	7,000	7,000	-
Homeowners tax relief	266,778	266,778	255,219	(11,559)
Civil defense	16,750	16,750	29,471	12,721
Non-public pupils	61,000	61,000	74,002	13,002
Non-public busing	7,447	7,447	16,116	8,669
State property reimbursement	89,330	89,330	88,774	(556)
Disability exemption	2,318	2,318	1,654	(664)
Boat registration fee	25,031	25,031	25,031	-
Veterans grant	34,000	34,000	38,171	4,171
Telephone access tax	350,000	350,000	314,344	(35,656)
Manufacturing - tax relief	168,000	168,000	186,294	18,294
Foxwoods casino fund	79,945	79,945	75,092	(4,853)
Other various grants	-	-	27,891	27,891
COPS grant	-	-	16,281	16,281
Transportation	58,951	58,951	116,247	57,296
Alternative Fuel - Clean Air	-	-	74,000	74,000
Total intergovernmental	5,178,221	5,178,221	5,499,258	321,037
Licenses, Permits, Fees and Other				
Town clerk fees	1,000,000	1,000,000	1,367,461	367,461
Planning and zoning	100,000	100,000	87,381	(12,619)
Police	40,000	40,000	56,055	16,055

(Continued)

TOWN OF TRUMBULL, CONNECTICUT

**GENERAL FUND SCHEDULE OF ESTIMATED AND ACTUAL
REVENUES AND OTHER FINANCING SOURCES - BUDGETARY BASIS
BUDGET AND ACTUAL, Continued
For the Year Ended June 30, 2005**

	Budgeted Amounts		Actual	Variance With
	Original	Final	Budgetary	Final Budget
			Basis	Positive
				(Negative)
Licenses, Permits, Fees and Other, Continued				
Building	700,000	700,000	639,398	(60,602)
Tuition/rentals - B.O.E.	693,759	693,759	833,867	140,108
Fire marshal	36,000	36,000	41,958	5,958
Disposal area	215,000	215,000	258,644	43,644
Counseling center	11,000	11,000	11,970	970
Police detail services	675,000	675,000	986,924	311,924
Emergency medical services	650,000	650,000	571,573	(78,427)
Town engineer	-	-	40,487	40,487
Cell tower rental	-	-	129,513	129,513
Other	775,000	775,000	226,149	(548,851)
Total licenses, permits, fees and other	4,895,759	4,895,759	5,251,380	355,621
Investment income	390,000	390,000	780,384	390,384
Transfers in	507,000	507,000	457,351	(49,649)
Total revenues and other financing sources	\$ 107,751,357	\$ 107,751,357	\$ 108,539,285	\$ 787,928

TOWN OF TRUMBULL, CONNECTICUT

**GENERAL FUND EXPENDITURES AND ENCUMBRANCES - BUDGETARY BASIS -
BUDGET AND ACTUAL
For the Year Ended June 30, 2005**

	Budgeted Amounts		Actual	Variance With
	Original	Final	Budgetary	Final Budget
			Basis	Positive
				(Negative)
General Government				
Town council	\$ 67,456	\$ 105,306	\$ 104,450	\$ 856
Ethics commission	240	240	-	240
First selectman	216,347	216,347	212,594	3,753
Probate judge	10,670	10,670	10,670	-
Elections registrar	92,367	93,617	89,974	3,643
Finance director	401,633	415,227	409,997	5,230
Finance Board	58,706	58,706	5,802	52,904
Assessor	304,434	305,958	281,320	24,638
Tax review	660	667	547	120
Tax collector	269,230	270,638	242,965	27,673
Purchasing	137,339	141,830	141,809	21
Treasurer	19,361	19,361	19,436	(75)
Town attorneys	161,192	161,192	149,064	12,128
Human resources	163,363	163,363	160,045	3,318
Town clerk	244,368	244,368	273,181	(28,813)
Planning and zoning	91,898	148,946	148,945	1
Zoning appeals board	82,719	85,952	85,675	277
Economic development	6,570	6,570	4,784	1,786
Inland-wetlands commission	10,262	10,262	6,675	3,587
Custodial services	241,050	241,050	239,572	1,478
Transit district	34,000	34,000	34,000	-
Town Hall	2,196,793	1,742,710	1,550,973	191,737
Technology	156,516	156,919	128,638	28,281
Pensions and insurance	8,434,760	8,473,222	8,125,682	347,540
Recycling	2,780	2,954	2,872	82
Total general government	13,404,714	13,110,075	12,429,670	680,405
Public Safety				
Police	5,531,871	5,908,762	5,832,910	75,852
Special detail service	540,000	647,452	647,451	1
Emergency medical service	584,689	584,719	535,767	48,952
Fire marhsal	211,131	211,131	204,268	6,863
Fire hydrants - water	1,206,920	1,206,922	1,149,368	57,554
Building official	259,664	268,116	267,450	666
Dog warden	80,427	83,029	77,983	5,046
Civil preparedness	19,770	19,770	18,915	855
Total public safety	8,434,472	8,929,901	8,734,112	195,789

(Continued)

TOWN OF TRUMBULL, CONNECTICUT

**GENERAL FUND EXPENDITURES AND ENCUMBRANCES - BUDGETARY BASIS -
BUDGET AND ACTUAL, Continued
For the Year Ended June 30, 2005**

	Budgeted Amounts		Actual	Variance With
	Original	Final	Budgetary	Final Budget
			Basis	Positive
				(Negative)
Public Works				
Public works director	147,173	147,835	147,072	763
Security - buildings and grounds	65,865	65,865	71,366	(5,501)
Public works (highway)	3,429,094	3,715,796	3,647,660	68,136
Street lights	328,000	331,500	330,033	1,467
Public works maintenance	635,120	647,120	601,953	45,167
Disposal area	1,862,805	1,867,056	1,812,100	54,956
Town engineer	423,980	429,930	426,399	3,531
Total public works	6,892,037	7,205,102	7,036,583	168,519
Public Health				
Board of health	174,285	174,485	174,485	-
Vital statistics	1,350	1,350	804	546
Nursing well child	57,968	57,968	57,701	267
Total public health	233,603	233,803	232,990	813
Social Services				
Social services	113,688	115,047	114,419	628
Counseling center	182,927	183,410	180,558	2,852
Youth commission	68,771	72,607	71,241	1,366
Senior citizen commission	185,274	193,350	190,482	2,868
Total social services	550,660	564,414	556,700	7,714
Libraries	1,337,141	1,348,799	1,275,460	73,339
Recreation and Parks				
Arts commission	25,099	25,099	25,069	30
Trumbull Day commission	10,140	10,140	10,260	(120)
Beutification commission	720	720	-	720
Public events	27,500	27,503	21,789	5,714
Recreation and Parks	545,468	548,635	555,735	(7,100)
Parks	1,215,702	1,273,254	1,254,272	18,982
Tree warden	113,665	113,665	106,226	7,439
Total recreation and parks	1,938,294	1,999,016	1,973,351	25,665

TOWN OF TRUMBULL, CONNECTICUT

**GENERAL FUND EXPENDITURES AND ENCUMBRANCES - BUDGETARY BASIS -
BUDGET AND ACTUAL, Continued
For the Year Ended June 30, 2005**

	Budgeted Amounts		Actual Budgetary Basis	Variance With Final Budget Positive (Negative)
	Original	Final		
Education				
Education	65,856,021	66,286,425	66,296,330	(9,905)
Business education initiative	33,975	35,210	24,522	10,688
Non-public schools	232,305	232,386	228,749	3,637
School nurses	577,187	578,765	565,822	12,943
Total education	66,699,488	67,132,786	67,115,423	17,363
Debt Service				
Principal - bonds and notes	5,632,090	5,632,090	5,632,090	-
Interest - bonds	2,628,858	2,628,858	2,470,789	158,069
Total debt service	8,260,948	8,260,948	8,102,879	158,069
Total expenditures	\$ 107,751,357	\$ 108,784,844	\$ 107,457,168	\$ 1,327,676

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Nonmajor Governmental Funds

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TOWN OF TRUMBULL, CONNECTICUT

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS June 30, 2005

	Special Revenue Funds				
	Health Grant	Trumbull Day	Youth and Children Services	Arts Grant	Millington League Settlement
ASSETS					
Cash and cash equivalents	\$ -	\$ 213,037	\$ -	\$ -	\$ -
Due from other funds	21,007	52,380	49,604	1,311	-
Intergovernmental receivable	-	-	-	-	-
Other assets	-	-	-	-	-
Total assets	\$ 21,007	\$ 265,417	\$ 49,604	\$ 1,311	\$ -
LIABILITIES AND FUND BALANCES (DEFICITS)					
LIABILITIES					
Accounts payable	\$ -	\$ 48,271	\$ 1,765	\$ -	\$ -
Unearned revenue	-	-	-	-	-
Due to other funds	18,368	165,809	46,649	-	1,875
Total liabilities	18,368	214,080	48,414	-	1,875
FUND BALANCES (DEFICITS)					
Reserved for encumbrances	-	-	-	-	-
Unreserved and undesignated	2,639	51,337	1,190	1,311	(1,875)
Total fund balances (deficits)	2,639	51,337	1,190	1,311	(1,875)
Total liabilities and fund balances (deficits)	\$ 21,007	\$ 265,417	\$ 49,604	\$ 1,311	\$ -

Special Revenue Funds					Capital Projects Funds		
Town Clerk Historical Preservation	Education Federal and State Programs	Dog Fund	Trumbull Library	Debt Service Fund	Police Station Improvements	Land Acquisition	LOCIP
\$ -	\$ 277,050	\$ -	\$ 48,840	\$ -	\$ -	\$ -	\$ -
39,492	-	49,879	-	84,906	186,398	360,991	435,425
-	378,050	-	-	-	-	22	-
-	-	-	-	-	-	-	-
<u>\$ 39,492</u>	<u>\$ 655,100</u>	<u>\$ 49,879</u>	<u>\$ 48,840</u>	<u>\$ 84,906</u>	<u>\$ 186,398</u>	<u>\$ 361,013</u>	<u>\$ 435,425</u>
\$ -	\$ 76,895	\$ 356	\$ -	\$ -	\$ 3,875	\$ -	\$ 448
-	271,180	-	-	-	-	-	-
15,654	-	9,309	-	-	-	1,914,599	821,185
<u>15,654</u>	<u>348,075</u>	<u>9,665</u>	<u>-</u>	<u>-</u>	<u>3,875</u>	<u>1,914,599</u>	<u>821,633</u>
-	-	-	-	-	120,841	-	-
23,838	307,025	40,214	48,840	84,906	61,682	(1,553,586)	(386,208)
<u>23,838</u>	<u>307,025</u>	<u>40,214</u>	<u>48,840</u>	<u>84,906</u>	<u>182,523</u>	<u>(1,553,586)</u>	<u>(386,208)</u>
<u>\$ 39,492</u>	<u>\$ 655,100</u>	<u>\$ 49,879</u>	<u>\$ 48,840</u>	<u>\$ 84,906</u>	<u>\$ 186,398</u>	<u>\$ 361,013</u>	<u>\$ 435,425</u>

(Continued)

TOWN OF TRUMBULL, CONNECTICUT

COMBINING BALANCE SHEET, Continued NONMAJOR GOVERNMENTAL FUNDS June 30, 2005

	Capital Projects Funds			
	Park Improvements	THS Renovations	Library Expansion	Reserve for Capital and Nonrecurring Expenditures
ASSETS				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -
Due from other funds	947,350	258,382	1,110,739	135,995
Intergovernmental receivable	-	-	-	-
Other assets	-	-	-	-
Total assets	\$ 947,350	\$ 258,382	\$ 1,110,739	\$ 135,995
LIABILITIES AND FUND BALANCES (DEFICITS)				
LIABILITIES				
Accounts payable	\$ 70,948	\$ -	\$ -	\$ -
Unearned revenue	-	-	-	-
Due to other funds	-	-	1,040,831	127,636
Total liabilities	70,948	-	1,040,831	127,636
FUND BALANCES (DEFICITS)				
Reserved for encumbrances	-	-	-	-
Unreserved and undesignated	876,402	258,382	69,908	8,359
Total fund balances (deficits)	876,402	258,382	69,908	8,359
Total liabilities and fund balances (deficits)	\$ 947,350	\$ 258,382	\$ 1,110,739	\$ 135,995

Capital Projects Funds									
Highway Tank Replacement	New Elementary School	Mohawk Water Line	Bridge Replacement	Tashua Knolls Irrigation Systems	BOE Computer Labs	BOE Computer Labs Phase II			
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
-	3,689,002	-	217,301	-	-	-			
-	-	-	-	-	-	-			
-	20	-	-	-	-	-			
\$ -	\$ 3,689,022	\$ -	\$ 217,301	\$ -	\$ -	\$ -			
\$ -	\$ -	\$ -	\$ 51,259	\$ -	\$ -	\$ -			
-	-	-	-	-	-	-			
4,670	4,103,133	-	38,814	-	-	49,568			
4,670	4,103,133	-	90,073	-	-	49,568			
-	(414,111)	-	478,252	-	-	-			
(4,670)	-	-	(351,024)	-	-	(49,568)			
(4,670)	(414,111)	-	127,228	-	-	(49,568)			
\$ -	\$ 3,689,022	\$ -	\$ 217,301	\$ -	\$ -	\$ -			

(Continued)

TOWN OF TRUMBULL, CONNECTICUT

COMBINING BALANCE SHEET, Continued NONMAJOR GOVERNMENTAL FUNDS June 30, 2005

	Capital Projects Funds		
	BOE Maintenance	THS Athletic Field Lighting	Computer Labs
ASSETS			
Cash and cash equivalents	\$ -	\$ -	\$ -
Due from other funds	84,713	-	123,441
Intergovernmental receivable	-	-	-
Other assets	-	-	-
Total assets	\$ 84,713	\$ -	\$ 123,441
LIABILITIES AND FUND BALANCES (DEFICITS)			
LIABILITIES			
Accounts payable	\$ -	\$ -	\$ -
Unearned revenue	-	-	-
Due to other funds	48,217	322,285	-
Total liabilities	48,217	322,285	-
FUND BALANCES (DEFICITS)			
Reserved for encumbrances	-	49,568	-
Unreserved and undesignated	36,496	(371,853)	123,441
Total fund balances (deficits)	36,496	(322,285)	123,441
Total liabilities and fund balances (deficits)	\$ 84,713	\$ -	\$ 123,441

Capital Projects Funds						
Agricultural Science Building	1999 BOE Computer Grant	1999 Park Improvements	Priscilla Place Theater	Mainframe Migration Town	Mainframe Migration BOE	Phone System Town
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
212,108	-	25,940	451	237,354	-	67,782
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 212,108</u>	<u>\$ -</u>	<u>\$ 25,940</u>	<u>\$ 451</u>	<u>\$ 237,354</u>	<u>\$ -</u>	<u>\$ 67,782</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
892,656	233,218	21,409	122	5,473	234,146	2,917
<u>892,656</u>	<u>233,218</u>	<u>21,409</u>	<u>122</u>	<u>5,473</u>	<u>234,146</u>	<u>2,917</u>
-	-	-	-	-	-	-
(680,548)	(233,218)	4,531	329	231,881	(234,146)	64,865
<u>(680,548)</u>	<u>(233,218)</u>	<u>4,531</u>	<u>329</u>	<u>231,881</u>	<u>(234,146)</u>	<u>64,865</u>
\$ 212,108	\$ -	\$ 25,940	\$ 451	\$ 237,354	\$ -	\$ 67,782

(Continued)

TOWN OF TRUMBULL, CONNECTICUT

COMBINING BALANCE SHEET, Continued
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2005

	Capital Projects Funds				
	Phone System BOE	Senior Citizen Bus	Town Hall Renovation	New Community Center	BOE School Computer
ASSETS					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	-	-	38,852	-	7,934
Intergovernmental receivable	-	-	-	-	-
Other assets	-	-	-	-	-
Total assets	\$ -	\$ -	\$ 38,852	\$ -	\$ 7,934
LIABILITIES AND FUND BALANCES (DEFICITS)					
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ -	\$ 334	\$ -
Unearned revenue	-	-	-	-	-
Due to other funds	107,348	-	-	1,738	-
Total liabilities	107,348	-	-	2,072	-
FUND BALANCES (DEFICITS)					
Reserved for encumbrances	-	-	-	-	-
Unreserved and undesignated	(107,348)	-	38,852	(2,072)	7,934
Total fund balances (deficits)	(107,348)	-	38,852	(2,072)	7,934
Total liabilities and fund balances (deficits)	\$ -	\$ -	\$ 38,852	\$ -	\$ 7,934

Capital Projects Funds								
High School Chillers	BOE Capital Improvements	Playground	Athletic Field Renovations	Madison Middle School	Turf Fields	BOE Phase II Technology	Tax Assessor CAMA System	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
8,480	84,866	112,520	500,000	26,265	38,073	17,838	435,161	
-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	
\$ 8,480	\$ 84,866	\$ 112,520	\$ 500,000	\$ 26,265	\$ 38,073	\$ 17,838	\$ 435,161	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
-	-	-	-	-	-	-	-	
-	32,526	-	487,345	-	-	-	-	
-	32,526	-	487,345	-	-	-	-	
-	-	-	-	-	-	-	850,000	
8,480	52,340	112,520	12,655	26,265	38,073	17,838	(414,839)	
8,480	52,340	112,520	12,655	26,265	38,073	17,838	435,161	
\$ 8,480	\$ 84,866	\$ 112,520	\$ 500,000	\$ 26,265	\$ 38,073	\$ 17,838	\$ 435,161	

(Continued)

TOWN OF TRUMBULL, CONNECTICUT

COMBINING BALANCE SHEET, Continued NONMAJOR GOVERNMENTAL FUNDS June 30, 2005

	Capital Projects Funds	Permanent Fund	
	Daniels Farm Road	Cemetery Funds	Totals
ASSETS			
Cash and cash equivalents	\$ -	\$ 22,030	\$ 560,957
Due from other funds	-	1,457	9,663,397
Intergovernmental receivable	-	-	378,072
Other assets	-	-	20
Total assets	<u>\$ -</u>	<u>\$ 23,487</u>	<u>\$ 10,602,446</u>
LIABILITIES AND FUND BALANCES (DEFICITS)			
LIABILITIES			
Accounts payable	\$ 93,560	\$ -	\$ 347,711
Unearned revenue	-	-	271,180
Due to other funds	-	-	10,747,500
Total liabilities	<u>93,560</u>	<u>-</u>	<u>11,366,391</u>
FUND BALANCES (DEFICITS)			
Reserved for encumbrances	-	-	1,084,550
Unreserved and undesignated	(93,560)	23,487	(1,848,495)
Total fund balances (deficits)	<u>(93,560)</u>	<u>23,487</u>	<u>(763,945)</u>
Total liabilities and fund balances (deficits)	<u>\$ -</u>	<u>\$ 23,487</u>	<u>\$ 10,602,446</u>

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TOWN OF TRUMBULL, CONNECTICUT

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES (DEFICITS)**

NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended June 30, 2005

	Special Revenue				
	Health Grant	Trumbull Day	Youth and Children Services	Arts Grant	Millington League Settlement
REVENUES					
Intergovernmental	\$ -	\$ -	\$ 25,189	\$ -	\$ -
Charges for services	-	144,507	-	-	-
Investment income	-	-	-	-	-
Total revenue	-	144,507	25,189	-	-
EXPENDITURES					
Education	-	-	-	-	-
General government	-	164,305	-	-	1,575
Public health	-	-	23,120	-	-
Libraries	-	-	-	-	-
Public safety	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service	-	-	-	-	-
Total expenditures	-	164,305	23,120	-	1,575
Revenue over (under expenditures)	-	(19,798)	2,069	-	(1,575)
OTHER FINANCING SOURCES (USES)					
Issuance of bonds	-	-	-	-	1,220,000
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	1,220,000
Change in fund balances (deficits)	-	(19,798)	2,069	-	1,218,425
FUND BALANCES (DEFICITS), beginning	2,639	71,135	(879)	1,311	(1,220,300)
FUND BALANCES (DEFICITS), ending	\$ 2,639	\$ 51,337	\$ 1,190	\$ 1,311	\$ (1,875)

Special Revenue Funds					Capital Projects Funds		
Town Clerk Historical Preservation	Education Federal and State Programs	Dog Fund	Trumbull Library	Debt Service Fund	Police Station Improvements	Land Acquisition	LOCIP
\$ 17,976	\$ 2,414,934	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 422,503
2,894	-	19,195	-	-	-	-	-
-	-	-	29	-	-	-	-
20,870	2,414,934	19,195	29	-	-	-	422,503
-	2,414,934	-	-	-	-	-	-
800	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	35,109	-	-	-	-
-	-	13,882	-	-	-	-	-
-	-	-	-	-	299,581	924,830	278,113
-	-	-	-	884,634	-	-	-
800	2,414,934	13,882	35,109	884,634	299,581	924,830	278,113
20,070	-	5,313	(35,080)	(884,634)	(299,581)	(924,830)	144,390
-	-	-	-	-	720,000	2,000,000	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	720,000	2,000,000	-
20,070	-	5,313	(35,080)	(884,634)	420,419	1,075,170	144,390
3,768	307,025	34,901	83,920	969,540	(237,896)	(2,628,756)	(530,598)
\$ 23,838	\$ 307,025	\$ 40,214	\$ 48,840	\$ 84,906	\$ 182,523	\$ (1,553,586)	\$ (386,208)

(Continued)

TOWN OF TRUMBULL, CONNECTICUT

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS), Continued NONMAJOR GOVERNMENTAL FUNDS For the Year Ended June 30, 2005

	Capital Projects Funds			
	Park Improvements	THS Renovations	Library Expansion	Reserve for Capital and Nonrecurring Expenditures
REVENUES				
Intergovernmental	\$ -	\$ -	\$ -	\$ 15,000
Charges for services	-	-	-	-
Investment income	-	-	-	-
Total revenue	-	-	-	15,000
EXPENDITURES				
Education	-	-	-	-
General government	-	-	-	-
Public health	-	-	-	-
Libraries	-	-	-	-
Public safety	-	-	-	-
Capital outlay	501,079	441,558	12,876	43,290
Debt service	-	-	-	-
Total expenditures	501,079	441,558	12,876	43,290
Revenue over (under expenditures)	(501,079)	(441,558)	(12,876)	(28,290)
OTHER FINANCING SOURCES (USES)				
Issuance of bonds	1,305,000	700,000	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	1,305,000	700,000	-	-
Change in fund balances (deficits)	803,921	258,442	(12,876)	(28,290)
FUND BALANCES (DEFICITS), beginning	72,481	(60)	82,784	36,649
FUND BALANCES (DEFICITS), ending	\$ 876,402	\$ 258,382	\$ 69,908	\$ 8,359

Highway Tank Replacement	New Elementary School	Mohawk Water Line	Bridge Replacement	Tashua Knolls Irrigation Systems	BOE Computer Labs	BOE Computer Labs Phase II
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	195	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	171,515	-	91,211	-	-	49,568
-	-	-	-	-	-	-
-	171,710	-	91,211	-	-	49,568
-	(171,710)	-	(91,211)	-	-	(49,568)
-	-	-	-	-	-	-
-	-	39,523	-	-	10,125	-
-	-	-	-	(68,463)	-	-
-	-	39,523	-	(68,463)	10,125	-
-	(171,710)	39,523	(91,211)	(68,463)	10,125	(49,568)
(4,670)	(242,401)	(39,523)	218,439	68,463	(10,125)	-
\$ (4,670)	\$ (414,111)	\$ -	\$ 127,228	\$ -	\$ -	\$ (49,568)

(Continued)

TOWN OF TRUMBULL, CONNECTICUT

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS), Continued NONMAJOR GOVERNMENTAL FUNDS For the Year Ended June 30, 2005

	Capital Projects Funds		
	BOE Maintenance	THS Athletic Field Lighting	Computers Labs
REVENUES			
Intergovernmental	\$ -	\$ -	\$ -
Charges for services	-	-	-
Investment income	-	-	-
Total revenue	-	-	-
EXPENDITURES			
Education	-	-	-
General government	-	-	-
Public health	-	-	-
Libraries	-	-	-
Public safety	-	-	-
Capital outlay	-	107,300	-
Debt service	-	-	-
Total expenditures	-	107,300	-
Revenue over (under expenditures)	-	(107,300)	-
OTHER FINANCING SOURCES (USES)			
Issuance of bonds	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Change in fund balances (deficits)	-	(107,300)	-
FUND BALANCES (DEFICITS), beginning	36,496	(214,985)	123,441
FUND BALANCES (DEFICITS), ending	\$ 36,496	\$ (322,285)	\$ 123,441

Capital Projects Funds						
Agricultural Science Building	1999 BOE Computer Grant	1999 Park Improvements	Priscilla Place Theater	Mainframe Migration Town	Mainframe Migration BOE	Phone System Town
\$ 212,107	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	188	-	-	-
-	-	-	-	-	-	-
212,107	-	-	188	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	122	7,424	-	-
-	-	-	-	-	-	-
-	-	-	122	7,424	-	-
212,107	-	-	66	(7,424)	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
212,107	-	-	66	(7,424)	-	-
(892,655)	(233,218)	4,531	263	239,305	(234,146)	64,865
\$ (680,548)	\$ (233,218)	\$ 4,531	\$ 329	\$ 231,881	\$ (234,146)	\$ 64,865

(Continued)

TOWN OF TRUMBULL, CONNECTICUT

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES (DEFICITS), Continued**

NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended June 30, 2005

	Capital Projects Funds				
	Phone System BOE	Senior Citizen Bus	Town Hall Renovation	New Community Center	BOE School Computer
REVENUES					
Intergovernmental	\$ -	\$ 8,610	\$ -	\$ -	\$ -
Charges for services	-	-	-	-	-
Investment income	-	-	-	-	-
Total revenue	-	8,610	-	-	-
EXPENDITURES					
Education	-	-	-	-	-
General government	-	-	-	-	-
Public health	-	-	-	-	-
Libraries	-	-	-	-	-
Public safety	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service	-	-	-	-	-
Total expenditures	-	-	-	-	-
Revenue over (under expenditures)	-	8,610	-	-	-
OTHER FINANCING SOURCES (USES)					
Issuance of bonds	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Change in fund balances (deficits)	-	8,610	-	-	-
FUND BALANCES (DEFICITS), beginning	(107,348)	(8,610)	38,852	(2,072)	7,934
FUND BALANCES (DEFICITS), ending	\$ (107,348)	\$ -	\$ 38,852	\$ (2,072)	\$ 7,934

Capital Projects Funds									
High School Chillers	BOE Capital Improvements	Playground	Athletic Field Renovations	Madison Middle School	Turf Fields	BOE Phase II Technology	Tax Assessor CAMA System		
\$ -	\$ -	\$ 107,300	\$ -	\$ -	\$ -	\$ -	\$ -		\$ -
-	-	-	-	-	-	-	-		-
-	-	-	-	-	-	-	-		-
-	-	107,300	-	-	-	-	-		-
-	-	-	-	-	-	-	-		-
-	-	-	-	-	-	-	-		-
-	-	-	-	-	-	-	-		-
-	131	-	800	134	168	53	-		-
-	-	-	-	-	-	-	-		-
-	131	-	800	134	168	53	414,839		-
-	(131)	107,300	(800)	(134)	(168)	(53)	(414,839)		-
-	-	-	-	-	-	-	-		850,000
-	-	-	-	-	-	-	-		-
-	-	-	-	-	-	-	-		-
-	-	-	-	-	-	-	850,000		-
-	(131)	107,300	(800)	(134)	(168)	(53)	435,161		-
8,480	52,471	5,220	13,455	26,399	38,241	17,891	-		-
\$ 8,480	\$ 52,340	\$ 112,520	\$ 12,655	\$ 26,265	\$ 38,073	\$ 17,838	\$ 435,161		-

(Continued)

TOWN OF TRUMBULL, CONNECTICUT

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS), Continued

NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended June 30, 2005

	Capital Projects Funds	Permanent Fund	
	Daniels Farm Road	Cemetery Funds	Totals
REVENUES			
Intergovernmental	\$ -	\$ -	\$ 3,223,619
Charges for services	-	-	166,784
Investment income	-	498	527
Total revenue	<u>-</u>	<u>498</u>	<u>3,390,930</u>
EXPENDITURES			
Education	-	-	2,414,934
General government	-	-	581,714
Public health	-	-	23,120
Libraries	-	-	35,109
Public safety	-	-	13,882
Capital outlay	93,560	-	3,023,313
Debt service	-	-	884,634
Total expenditures	<u>93,560</u>	<u>-</u>	<u>6,976,706</u>
Revenue over (under expenditures)	<u>(93,560)</u>	<u>498</u>	<u>(3,585,776)</u>
OTHER FINANCING SOURCES (USES)			
Issuance of bonds	-	-	6,795,000
Transfers in	-	-	49,648
Transfers out	-	-	(68,463)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>6,776,185</u>
Change in fund balances (deficits)	<u>(93,560)</u>	<u>498</u>	<u>3,190,409</u>
FUND BALANCES (DEFICITS), beginning	<u>-</u>	<u>22,989</u>	<u>(3,954,354)</u>
FUND BALANCES (DEFICITS), ending	<u>\$ (93,560)</u>	<u>\$ 23,487</u>	<u>\$ (763,945)</u>

Internal Service Funds

TOWN OF TRUMBULL, CONNECTICUT

**COMBINING STATEMENT OF NET ASSETS -
NONMAJOR INTERNAL SERVICE FUNDS**

June 30, 2005

	Lease Fund	Insurance Reserve	Totals
ASSETS			
Current assets:			
Due from other funds	\$ -	\$ 1,669,737	\$ 1,669,737
Total current assets	-	1,669,737	1,669,737
Noncurrent assets:			
Property and equipment, net	1,023,238	-	1,023,238
Total noncurrent assets	1,023,238	-	1,023,238
Total assets	1,023,238	1,669,737	2,692,975
LIABILITIES			
Current liabilities:			
Due to other funds	1,077,645	-	1,077,645
Accrued medical and workers' compensation	-	1,706,691	1,706,691
Total liabilities	1,077,645	1,706,691	2,784,336
NET ASSETS			
Investment in capital assets	1,023,238	-	1,023,238
Unrestricted	(1,077,645)	(36,954)	(1,114,599)
Total net assets (deficits)	\$ (54,407)	\$ (36,954)	\$ (91,361)

TOWN OF TRUMBULL, CONNECTICUT

**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
FUND NET ASSETS - NONMAJOR INTERNAL SERVICE FUNDS
For the Year Ended June 30, 2005**

	Lease Fund	Insurance Reserve	Totals
OPERATING REVENUES			
Charges for services	\$ 513,938	\$ 5,419,711	\$ 5,933,649
Total operating revenues	<u>513,938</u>	<u>5,419,711</u>	<u>5,933,649</u>
OPERATING EXPENSES			
Depreciation	468,778	-	468,778
Program expenditures	-	5,419,711	5,419,711
Total operating expenses	<u>468,778</u>	<u>5,419,711</u>	<u>5,888,489</u>
Net income (loss)	45,160	-	45,160
FUND NET ASSETS (DEFICITS), beginning	<u>(99,567)</u>	<u>(36,954)</u>	<u>(136,521)</u>
FUND NET ASSETS (DEFICITS), ending	<u>\$ (54,407)</u>	<u>\$ (36,954)</u>	<u>\$ (91,361)</u>

TOWN OF TRUMBULL, CONNECTICUT

COMBINING STATEMENT OF CASH FLOWS - NONMAJOR INTERNAL SERVICE FUNDS

For the Year Ended June 30, 2005

	Lease Fund	Insurance Reserve	Totals
Cash Flows From Operating Activities			
Receipts from customers and users	\$ 513,938	\$ 5,419,711	\$ 5,933,649
Payments for benefits	-	(5,316,402)	(5,316,402)
Net cash provided by operating activities	513,938	103,309	617,247
Cash Flows From Capital and Related Financing Activities			
Purchase of property and equipment	(658,538)	-	(658,538)
Net cash used in capital and related financing activities	(658,538)	-	(658,538)
Cash Flows From Non-Capital and Related Financing Activities			
Advances from other funds	144,600	(103,309)	41,291
Net cash provided by non-capital and related financing activities	144,600	(103,309)	41,291
Net increase in cash and cash equivalents	-	-	-
Cash and Cash Equivalents			
Beginning	-	-	-
Ending	\$ -	\$ -	\$ -
Reconciliation of Operating income (Loss) to Net Cash Used in Operating Activities			
Operating income (loss)	\$ 45,160	\$ -	\$ 45,160
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Depreciation	468,778	-	468,778
Changes in assets and liabilities:			
Increase in accrued expenses/accounts payable	-	103,309	103,309
Net cash provided by operating activities	\$ 513,938	\$ 103,309	\$ 617,247

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TOWN OF TRUMBULL, CONNECTICUT

COMBINING STATEMENT OF NET ASSETS - PENSION TRUST FUNDS, PRIVATE PURPOSE TRUST FUNDS AND AGENCY FUNDS

June 30, 2005

	Pension Trust Funds			Private Purpose Trust Funds	
	Police Pension Fund	Town Pension Fund	Total Pension Trust Funds	Trumbull Library	Special Purpose Contra Account
ASSETS					
Cash and cash equivalents	\$ -	\$ 206,487	\$ 206,487	\$ 71,475	\$ -
Investments	29,278,905	17,078,287	46,357,192	-	-
Other receivables	175,565	70	175,635	-	-
Due from other funds	-	-	-	-	284,620
Total assets	29,454,470	17,284,844	46,739,314	71,475	284,620
LIABILITIES					
Accounts payable	-	-	-	-	-
Due to students	-	-	-	-	-
Due to other funds	-	-	-	-	48,280
Due to others	-	-	-	-	-
Total liabilities	-	-	-	-	48,280
Net Assets Held in Trust for Pension Benefits and Other Purposes	\$ 29,454,470	\$ 17,284,844	\$ 46,739,314	\$ 71,475	\$ 236,340

Private Purpose Trust Funds			Agency Funds			
Special Trust	Retiree Insurance Benefit Trust	Total Private Purpose Trust Funds	Student Activities	Performance Bonds	School Works	Total Agency Funds
\$ 670,557	\$ 19,463	\$ 761,495	\$ 712,036	\$ 3,220,075	\$ 996,936	\$ 4,929,047
-	-	-	108,872	-	-	108,872
2,752	56	2,808	-	-	-	-
1,663,553	-	1,948,173	-	-	-	-
2,336,862	19,519	2,712,476	820,908	3,220,075	996,936	5,037,919
935,253	-	935,253	-	-	-	-
-	-	-	820,908	-	996,936	1,817,844
1,323,134	-	1,371,414	-	-	-	-
-	-	-	-	3,220,075	-	3,220,075
2,258,387	-	2,306,667	820,908	3,220,075	996,936	5,037,919
\$ 78,475	\$ 19,519	\$ 405,809	\$ -	\$ -	\$ -	\$ -

TOWN OF TRUMBULL, CONNECTICUT

COMBINING STATEMENT OF CHANGES IN NET ASSETS - PENSION TRUST FUNDS AND PRIVATE PURPOSE TRUST FUNDS

For the Year Ended June 30, 2005

	Pension Trust Funds		
	Police Pension Fund	Town Pension Fund	Total Pension Trust
Additions			
Contributions			
Employer	\$ 850,000	\$ 1,225,000	\$ 2,075,000
Plan members	279,056	516,866	795,922
Total contributions	1,129,056	1,741,866	2,870,922
Investment Income			
Net appreciation in fair value of investments	493,304	670,781	1,164,085
Interest and dividends	1,043,387	66,300	1,109,687
Other income	-	-	-
	1,536,691	737,081	2,273,772
Less investment expenses:			
Investment management fees and other	(169,770)	(104,529)	(274,299)
Net investment and other income	1,366,921	632,552	1,999,473
Total additions	2,495,977	2,374,418	4,870,395
Deductions			
Benefits	1,370,404	2,366,599	3,737,003
Program expenses	-	-	-
Other	-	-	-
	1,370,404	2,366,599	3,737,003
Net change in net assets	1,125,573	7,819	1,133,392
Net Assets Held in Trust			
Beginning of year	28,328,897	17,277,025	45,605,922
End of year	\$ 29,454,470	\$ 17,284,844	\$ 46,739,314

Private Purpose Trust Funds				
Trumbull Library	Special Purpose Contra Account	Special Trust	Retiree Insurance Benefit Trust	Total Private Purpost Trust Funds
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
371	-	15,209	273	15,853
121,668	171,450	692,140	40,920	1,026,178
122,039	171,450	707,349	41,193	1,042,031
-	-	-	-	-
122,039	171,450	707,349	41,193	1,042,031
122,039	171,450	707,349	41,193	1,042,031
-	-	-	-	-
134,154	144,205	644,930	59,881	983,170
-	11,851	28,865	-	40,716
134,154	156,056	673,795	59,881	1,023,886
(12,115)	15,394	33,554	(18,688)	18,145
83,590	220,946	44,921	38,207	387,664
\$ 71,475	\$ 236,340	\$ 78,475	\$ 19,519	\$ 405,809

TOWN OF TRUMBULL, CONNECTICUT

**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
AGENCY FUNDS**

For the Year Ended June 30, 2005

	Balance July 1, 2004	Additions	Deletions	Balance June 30, 2005
STUDENT ACTIVITY FUNDS				
Assets				
Cash and cash equivalents	\$ 420,813	\$ 372,694	\$ 81,471	\$ 712,036
Investments	113,046	-	4,174	108,872
	<u>\$ 533,859</u>	<u>\$ 372,694</u>	<u>\$ 85,645</u>	<u>\$ 820,908</u>
Liabilities				
Due to students	<u>\$ 533,859</u>	<u>\$ 372,694</u>	<u>\$ 85,645</u>	<u>\$ 820,908</u>
PERFORMANCE BONDS				
Assets				
Cash and cash equivalents	<u>\$ 3,623,631</u>	<u>\$ 1,482,319</u>	<u>\$ 1,885,875</u>	<u>\$ 3,220,075</u>
Liabilities				
Due to others	<u>\$ 3,623,631</u>	<u>\$ 1,482,319</u>	<u>\$ 1,885,875</u>	<u>\$ 3,220,075</u>
SCHOOL WORKS				
Assets				
Cash and cash equivalents	<u>\$ 256,556</u>	<u>\$ 4,422,904</u>	<u>\$ 3,682,524</u>	<u>\$ 996,936</u>
Liabilities				
Due to students	<u>\$ 256,556</u>	<u>\$ 4,422,904</u>	<u>\$ 3,682,524</u>	<u>\$ 996,936</u>
TOTAL				
Assets				
Cash and cash equivalents	\$ 4,301,000	\$ 6,277,917	\$ 5,649,870	\$ 4,929,047
Investments	113,046	-	4,174	108,872
	<u>\$ 4,414,046</u>	<u>\$ 6,277,917</u>	<u>\$ 5,654,044</u>	<u>\$ 5,037,919</u>
Liabilities				
Due to students	\$ 790,415	\$ 4,795,598	\$ 3,768,169	\$ 1,817,844
Due to others	3,623,631	1,482,319	1,885,875	3,220,075
	<u>\$ 4,414,046</u>	<u>\$ 6,277,917</u>	<u>\$ 5,654,044</u>	<u>\$ 5,037,919</u>

**Capital Assets Used in the Operation
of Governmental Funds**

TOWN OF TRUMBULL, CONNECTICUT

**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
BY CATEGORY**

June 30, 2005

Governmental funds capital assets:

Land	\$ 32,267,305
Land improvements	8,429,104
Buildings and improvements	118,661,871
Machinery and equipment	8,676,913
Vehicles	3,694,285
Infrastructure	55,136,296
Construction in progress	5,381,872
Total governmental funds capital assets	\$ 232,247,646

Investments in governmental funds capital assets,
assets put in place prior to July 1, 2005

\$ 232,247,646

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Other Schedules

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TOWN OF TRUMBULL, CONNECTICUT

**SCHEDULE OF PROPERTY TAXES LEVIED, COLLECTED AND OUTSTANDING
GENERAL FUND**

For the Year Ended June 30, 2005

Grand List Year	Balance Uncollected July 1, 2004	Current Levy	Lawful Corrections	Transfers to Suspense	Balance to be Collected
2003	\$ -	\$ 96,531,402	\$ (167,147)	\$ -	96,364,255
2002	1,042,753	-	(15,135)	-	1,027,618
2001	311,050	-	(14,094)	220,764	76,192
2000	67,958	-	(25,212)	-	42,746
1999	30,902	-	5,226	267	35,861
1998	(49,219)	-	6,280	188	(43,126)
1997	(923)	-	7,205	188	6,094
1996	(8,292)	-	3,541	181	(4,932)
1995	13,312	-	2,620	-	15,932
1994	(12,215)	-	2,447	-	(9,768)
1993	15,607	-	2,697	-	18,304
1992	15,455	-	2,497	-	17,952
1991	15,011	-	2,848	-	17,859
1990	11,341	-	2,760	-	14,101
1989	5,733	-	4,380	-	10,113
	<u>\$ 1,458,473</u>	<u>\$ 96,531,402</u>	<u>\$ (179,087)</u>	<u>\$ 221,587</u>	<u>\$ 97,589,201</u>

Collections				Balance	Refund	Taxes
Taxes	Interest	Lien Fees	Total	Uncollected June 30, 2005	Balance June 30, 2005	Receivable June 30, 2005
\$ 95,324,330	\$ 218,094	\$ 2,144	\$ 95,544,568	\$ 1,039,925	\$ 51,698	\$ 1,091,623
582,159	118,052	5,842	706,053	445,459	21,295	466,754
(12,727)	61,281	2,540	51,094	88,919	17,576	106,495
38,784	25,406	1,979	66,168	3,962	58,258	62,220
30,731	15,621	2,672	49,024	5,130	28,792	33,922
16,641	9,575	2,127	28,343	(59,767)	87,388	27,622
10,770	6,110	1,633	18,513	(4,675)	23,712	19,037
4,905	4,281	766	9,952	(9,837)	24,514	14,677
3,983	3,868	529	8,380	11,949	2,728	14,677
3,798	3,215	309	7,322	(13,566)	28,122	14,556
4,051	4,266	492	8,808	14,253	1,154	15,407
3,826	5,596	622	10,044	14,126	1,024	15,150
4,358	6,189	784	11,332	13,501	1,118	14,619
3,976	5,103	565	9,643	10,125	660	10,785
5,501	8,822	6,169	20,492	4,611	1,260	5,871
<u>\$ 96,025,086</u>	<u>\$ 495,480</u>	<u>\$ 29,172</u>	<u>\$ 96,549,738</u>	<u>\$ 1,564,115</u>	<u>\$ 349,299</u>	<u>\$ 1,913,415</u>

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